School Jurisdictions

2

Section 2

FFCA Charter School Society
to Mother Earth's Children's
Charter School Society

Audited Financial Statements

For the Year Ended August 31, 2005

Alberta
EDUCATION

A printed copy of the audited financial statements of school jurisdictions (in three volumes) is available for reference at the following Alberta depository libraries:

- Alberta Legislature Library
- Calgary Public Library
- Edmonton Public Library
- University of Alberta Library
- University of Calgary Library
- University of Lethbridge Library

These audited financial statements are available on the Internet at www.education.gov.ab.ca/funding/afs/

ISSN 1710-1395

Copyright © 2007, the Crown in Right of the Province of Alberta, as represented by the Minister of Education

Permission is hereby given by the copyright owner for any person to reproduce this document for educational purposes and on a non-profit basis.

2007-04807/

School Jurisdictions Audited Financial Statements

Table of Contents

Section 1 - School Jurisdictions A - E

Almadina School Society to Evergreen Catholic Separate Regional Division No. 2

Section 1 of this report is published under separate cover. It provides the audited financial statements for the year ended August 31, 2005 submitted by school jurisdictions whose legal name begins with the letters A through E inclusive.

Almadina School Society 1
Aspen View Regional Division No. 19 19
Aurora School Ltd. 41
Battle River Regional Division No. 31 61
Black Gold Regional Division No. 18 81
Boyle Street Education Centre 101
Buffalo Trail Public Schools Regional Division No. 28 121
Calgary Arts Academy Society 143
Calgary Girls' School Society 161
Calgary Roman Catholic Separate School District No. 1 179
Calgary School District No. 19 203
Calgary Science School Society 231
Canadian Rockies Regional Division No. 12 249
CAPE-Centre for Academic and Personal Excellence Institute 269
Chinook's Edge School Division No. 73 291
Christ the Redeemer Catholic Separate Regional Division No. 3 315
Clearview School Division No. 71 337
East Central Alberta Catholic Separate Schools Regional Division No. 16 357
East Central Francophone Education Region No. 3 377
Edmonton Catholic Separate School District No. 7 397
Edmonton School District No. 7 419
Elk Island Catholic Separate Regional Division No. 41 441
Elk Island Public Schools Regional Division No. 14 461
Evergreen Catholic Separate Regional Division No. 2 487

2

Section 2 - School Jurisdictions F - M

FFCA Charter School Society
to Mother Earth's Children's
Charter School Society

For the Year ended August 31, 2005

FFCA Charter School Society	507
Foothills School Division No. 38	527
Fort McMurray Roman Catholic Separate School District No. 32	549
Fort McMurray School District No. 2833	569
Fort Vermilion School Division No. 52	595
Golden Hills School Division No. 75	619
Grande Prairie Roman Catholic Separate School District No. 28	641
Grande Prairie Public School District No. 2357	663
Grande Yellowhead Regional Division No. 35	685
Grasslands Regional Division No. 6	707
Greater North Central Francophone Education Region No. 2	727
Greater Southern Public Francophone Education Region No. 4	747
Greater Southern Separate Catholic Francophone Education Region No. 4	767
Greater St. Albert Catholic Regional Division No. 29	787
High Prairie School Division No. 48	809
Holy Family Catholic Regional Division No. 37	831
Holy Spirit Roman Catholic Separate Regional Division No. 4	851
Horizon School Division No. 67	871
Lakeland Roman Catholic Separate School District No. 150	891
Lethbridge School District No. 51	911
Living Waters Catholic Regional Division No. 42	931
Livingstone Range School Division No. 68	951
Medicine Hat Catholic Separate Regional Division No. 20	971
Medicine Hat School District No. 76	991
Moberly Hall School Society	1015
Mother Earth's Children's Charter School Society	1033

3

Section 3 - School Jurisdictions N - Z

New Horizons Charter School Society to Wolf Creek School Division No. 72

Section 3 of this report is published under separate cover. It provides the audited financial statements for the year ended August 31, 2005 submitted by school jurisdictions whose legal name begins with the letters N through Z inclusive.

New Horizons Charter School Society 1051
Northern Gateway Regional Division No. 10 1071
Northern Lights School Division No. 69 1095
Northland School Division No. 61 1117
Northwest Francophone Education Region No. 1 1137
Palliser Regional Division No. 26 1159
Parkland School Division No. 70 1179
Peace River School Division No. 10 1201
Peace Wapiti School Division No. 76 1221
Pembina Hills Regional Division No. 7 1243
Prairie Land Regional Division No. 25 1265
Prairie Rose Regional Division No. 8 1285
Red Deer Catholic Regional Division No. 39 1305
Red Deer Public School District No. 104 1327
Rocky View School Division No. 41 1349
St. Albert Protestant Separate School District No. 6 1367
St. Paul Education Regional Division No. 1 1387
St. Thomas Aquinas Roman Catholic Separate Regional Division No. 38 1409
Sturgeon School Division No. 24 1431
Suzuki Charter School Society 1451
Westmount Charter School Society 1469
Westwind School Division No. 74 1489
Wetaskiwin Regional Division No. 11 1507
Wild Rose School Division No. 66 1529
Wolf Creek School Division No. 72 1549

School Jurisdiction Code: 0009

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

The FFCA Charter School Society
Legal Name of School Jurisdiction

311, 5940 Macleod Trail SW, Calgary, AB T2H 2G4
Mailing Address

403-520-3206 (P) 403-520-3209 (F)
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules The FFCA Charter School Society (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mr. Dave Butler	**"ORIGINAL SIGNED"**
Name	**Signature**

SUPERINTENDENT

Mr. Jay Pritchard	**"ORIGINAL SIGNED"**
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Ms. Reta Morgan	**"ORIGINAL SIGNED"**
Name	**Signature**

2-Dec-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

Collins Barrow
Chartered Accountants & Consultants

Collins Barrow Calgary LLP
1400 First Alberta Place
777 - 8th Avenue S.W.
Calgary, Alberta, Canada
T2P 3R5

T. 403.298.1500
F. 403.298.5814
email: calgary@collinsbarrow.com

Auditors' Report

To the Members of
The FFCA Charter School Society

We have audited the statement of financial position of The FFCA Charter School Society as at August 31, 2005 and the statements of revenues and expenses, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the Society's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Society as at August 31, 2005 and the results of its operations, changes in net assets and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Collins Barrow Calgary LLP

CHARTERED ACCOUNTANTS

Calgary, Alberta
October 6, 2005

This office is independently owned and operated by Collins Barrow Calgary LLP
The Collins Barrow trademarks are used under license.

mri
A member of Moores Rowland International an association of independent accounting firms throughout the world

School Jurisdiction Code: 0009

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$3,073,780	$2,463,570
Accounts receivable (net after allowances)		$532,410	$518,370
Prepaid expenses		$85,498	$65,701
Other current assets		$0	$0
Total current assets		$3,691,688	$3,047,641
School generated assets		$0	$27,910
Trust assets		$34,978	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$77,876		
Less: accumulated amortization	($7,788)	$70,088	$0
Equipment	$401,902		
Less: accumulated amortization	($48,500)	$353,402	$10,200
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$423,490	$10,200
TOTAL ASSETS		$4,150,156	$3,085,751
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$819,221	$1,024,205
Deferred revenue		$984,388	$567,946
Deferred capital allocations		$353,027	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$2,156,636	$1,592,151
School generated liabilities		$0	$27,910
Trust liabilities		$34,978	$0
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		$34,978	$27,910
TOTAL LIABILITIES		$2,191,614	$1,620,061
NET ASSETS			
Unrestricted net assets		($0)	$0
Operating Reserves		$1,888,079	$1,455,490
Accumulated Operating Surplus (Deficit)		$1,888,079	$1,455,490
Investment in capital assets		$70,463	$10,200
Capital Reserves		$0	$0
Total Capital Funds		$70,463	$10,200
Total net assets		$1,958,542	$1,465,690
TOTAL LIABILITIES AND NET ASSETS		$4,150,156	$3,085,751

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 0009

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$13,346,019	$13,080,845	$10,759,939
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$179,804	$176,000	$148,363
Transportation fees	$452 101	$454,175	$351,491
Other sales and services	$0	$0	$0
Investment income	$49,965	$5,000	$33,099
Gifts and donations	$0	$0	$0
Rentals of facilities	$0	$0	$0
Net school generated funds	$241,379	$0	$99,163
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$14,269,268	$13,716,020	$11,392,055
EXPENSES			
Certificated salaries	$6,306,597	$6,321,395	$4,659,619
Certificated benefits	$623,232	$780,350	$461,717
Uncertificated salaries and wages	$877,149	$882,364	$698,858
Uncertificated benefits	$158,603	$96,324	$103,065
Services, contracts and supplies	$5,523,934	$5,635,587	$4,637,778
Net school generated funds	$269,289	$0	$99,163
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$17,613	$0	$3,400
Total Amortization of capital assets	$17,613	$0	$3,400
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$13,776,417	$13,716,020	$10,663,600
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$492,852	$0	$728,455
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$492,852	$0	$728,455

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 0009

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$492,852	$728,455
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$17,613	$3,400
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts		
Accounts receivable	($14,040)	($307,204)
Prepaids and other current assets	($19,797)	$155,377
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($204,984)	$592,000
Deferred revenue	$416,442	$160,817
Employee future benefit expense (recovery)	$0	$0
Other (describe)		$0
Total sources (uses) of cash from Operations	$688,086	$1,332,845
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($77,876)	$0
Equipment	$0	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($77,876)	$0
C. FINANCING ACTIVITIES		
Capital allocations	$353,027	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe) Deferred contribution related to capital assets	($353,027)	$0
Total sources (uses) of cash from Financing activities	$0	$0
Net sources (uses) of cash during year	$610,210	$1,332,845
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$2,463,570	$1,130,725
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$3,073,780	$2,463,570

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.
2 Cash and temporary investments are net of cash obligations.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005
(in dollars)

School Jurisdiction 0009

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$1,465,690	$10,200	$0	$1,455,490	$535,474	$0	$452,064	$0	$213,104	$0	$254,848	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$1,465,690	$10,200	$0	$1,455,490	$535,474	$0	$452,064	$0	$213,104	$0	$254,848	$0	$0	$0
Surplus(def) of revenue over expense	$492,852		$492,852											
Board funded capital transactions		$77,876	$0	($77,876)	$0	$0	($77,876)	$0	$0	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($17,613)	$17,613											
Amortization of capital allocations		$0	$0											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($510,465)	$510,465	$152,445		$121,162		$169,321		$67,537		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$1,958,542	$70,463	($0)	$1,888,079	$687,919	$0	$495,350	$0	$382,425	$0	$322,385	$0	$0	$0

School Jurisdiction Code: 0009

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$0	$0
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$0	$0
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$353,027	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$0
Expended capital allocations - current year	$0	$0
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$0
Balance at August 31, 2005	$353,027	$0

1. Purpose of the Society

The Society delivers educational programs, operating as the The FFCA Charter School Society under the authority of the School Act, Chapter S-3, Status of Alberta, January 2002. The Society was incorporated on March 21, 1996 under the Societies Act of Alberta. Through a charter established with the Minister of Education, the Society operates a charter school from six locations. The schools provide education from Early Childhood Services to Grade 12. The Charter renewal date is August 31, 2007.

The Society receives block allocation for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the Society, within specified limits, to reallocate funding between the instruction and support blocks.

The Society is incorporated under the Societies Act of Alberta as a not-for-profit organization and is a registered charity and, as such, is exempt from income taxes.

2. Significant accounting policies

(a) Basis of accounting

The financial statements are prepared in accordance with Canadian generally accepted accounting principles using the deferral method of accounting for not-for-profit organizations.

(b) Amortization

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair market value at the date of contribution. Only capital assets with costs in excess of $5,000 are capitalized.

Amortization on capital assets is provided on a straight-line basis over the following range of years:

Furniture and equipment	20 years
Computer equipment and software	5 years
Leasehold improvements	10 years

(c) Cash and cash equivalents

Cash and cash equivalents consist of cash on hand, bank balances and investments in guaranteed investment certificates, bearing interest at 3%, with maturities of three months or less as at August 31, 2005.

(d) School generated funds

Funds generated from school based activities are included as assets, liabilities, revenue and expenses of the school authority because the accountability and control/ownership of these funds rests with school authority officials or their appointee. Revenue from school generated funds is recognized as the related expenses are incurred.

(e) Prepaid expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

(f) Revenue recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted donations are recognized as revenue when received or receivable. Donations in kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

(g) Pensions

Pension costs included in these financial statements as part of salary and benefits comprise the cost of employer contributions for current service of support staff employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the The FFCA Charter School Society does not make pension contributions for certificated staff.

(h) Contributed materials and services

Contributed materials and services which are used in the normal course of the Society's operations and would otherwise have been purchased are recorded at their fair value at the date of contribution if fair value can be reasonably estimated.

Volunteers assist the school in carrying out certain activities. Because of the difficulty of determining their fair market value and of the fact that such assistance is generally not otherwise purchased, contributed services of this nature are not recognized in the financial statements.

3. Measurement uncertainty

The valuation of accounts receivable is based on management's best estimate of the provision for doubtful accounts.

The valuation of capital assets is based on management's best estimates of the future recoverability of these assets and the determination of costs subject to classification as capital assets. The amounts recorded for amortization of the capital assets are based on management's best estimates of the remaining useful lives and period of future benefit of the related assets.

By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

4. Capital assets

			Net Book Value	
	Cost	**Accumulated Amortization**	**2005**	**2004**
Furniture and equipment	$ 294,195	$ 23,925	$ 270,270	$ -
Computer equipment	90,708	14,376	76,332	-
Software	17,000	10,200	6,800	10,200
Leasehold improvements	77,876	7,788	70,088	-
	$ 479,779	$ 56,289	$ 423,490	$ 10,200

Included in capital assets are $224,528 of assets purchased for the Southwood school ($148,196 in furniture and equipment and $76,332 in computer equipment). These assets will not be in use until the 2006 fiscal year, therefore no amortization has been taken on these assets this year.

5. Deferred revenue

	2005	2004
Province of Alberta		
Alberta Education funding	$ 53,350	$ 154,975
Alberta Infrastructure and Transportation funding	421,744	9,704
	475,094	164,679
Parent fees received in advance	418,582	403,267
Campus based revenue	90,712	-
	$ 984,388	$ 567,946

6. Deferred contributions related to capital assets

Deferred contributions related to capital assets represent the unamortized portion of restricted contributions received from donors.

The change in deferred contributions balance for the year is as follows:

Balance, beginning of year	$ -
Add: Contributions received during the year	353,027
Less: Amounts amortized to revenue during the year	-
Balance, end of year	$ 353,027

7. Other financial information

At the end of the current fiscal year, the Society held funds in trust of $8,102 (2004 - $2,500) from other charter schools that belong to the Association of Alberta Public Charter Schools. These funds were related to conference fees that these other charter schools designated the Society to hold until the conference occurs.

8. Commitment

The Society leases seven locations; six of these are for campuses and one is for its head office. One campus is leased from the Calgary Catholic School Board, and this lease expires June 30, 2007. The other five campuses are leased from the Calgary Board of Education and the leases expire July 31 and August 31, 2007. The Society's head office location is leased until August 31, 2007. The Society's minimum annual lease payments for the next two years are as follows:

2006	$ 2,185,226
2007	2,076,820
	$ 4,262,046

9. Economic dependence on related third party

The Society's primary source of income is from the Alberta Government. The Society's ability to continue viable operations is dependent on this funding.

10. Financial instruments

Fair values

The fair values of the Society's short-term investments, accounts receivable - Province of Alberta, accounts receivable - other, and accounts payable and accrued liabilities approximate their carrying values because of their short-term nature.

11. Comparative figures

Certain comparative figures have been reclassified to conform with the current year's presentation.

SCHEDULE A to the AFS

School Jurisdiction Cod 0009

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$10,464,740	$9,708,170	$0	$700,430	$56,140	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$12,269	$0	$12,269			
(3)	Regular Operations & Maintenance support	$2,795,543		$2,795,543			
(4)	Other support	$73,467	$0	$73,467			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$2,881,279	$0	$2,881,279			
(6)	**Alberta Finance**	$0		$0			$0
(7)	**Other - Government of Alberta**	$0	$0	$0	$0	$0	$0
(8)	**Federal Government and/or First Nations**	$0	$0	$0	$0	$0	$0
(9)	**Other Alberta school authorities**	$0	$0	$0	$0	$0	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12)	**Instruction resource fees**	$179,804	$179,804				
(13)	**Transportation fees**	$452,101			$452,101		
(14)	**Other sales and services**	$0	$0	$0	$0	$0	$0
(15)	**Investment income**	$49,965	$49,076	$0	$0	$889	$0
(16)	**Gifts and donations**	$0	$0	$0	$0		$0
(17)	**Rentals of facilities**	$0	$0	$0	$0	$0	$0
(18)	**Net school generated funds**	$241,379	$241,379			$0	
(19)	**Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(20)	**Amortization of capital allocations**	$0	$0	$0	$0		$0
(21)	**TOTAL REVENUES**	$14,269,268	$10,178,429	$2,881,279	$1,152,531	$57,030	$0
	EXPENSES						
(22)	**Certificated salaries**	$6,306,597	$6,149,078			$157,519	$0
(23)	**Certificated benefits**	$623,232	$606,621			$16,611	$0
(24)	**Uncertificated salaries and wages**	$877,149	$608,431	$61,177	$9,517	$198,024	$0
(25)	**Uncertificated benefits**	$158,603	$105,773	$11,954	$0	$40,876	$0
(26)	**SUB - TOTAL**	$7,965,581	$7,469,903	$73,131	$9,517	$413,030	$0
(27)	**Services, contracts & supplies**	$5,523,934	$1,531,451	$2,672,773	$1,075,476	$244,234	$0
(28)	**Cost recoveries & charges to programs**	$0	$0	$0	$0	$0	$0
(29)	**Net school generated funds**	$269,289	$269,289				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$0	$0	$0	$0	$0	$0
(31)	Unsupported	$17,613	$3,400	$14,213	$0	$0	$0
(32)	Total Amortization	$17,613	$3,400	$14,213	$0	$0	$0
	Interest on capital debt						
(33)	Supported	$0	$0	$0	$0	$0	$0
(34)	Unsupported	$0	$0	$0	$0	$0	$0
(35)	Other interest charges	$0	$0	$0	$0	$0	$0
(36)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37)	**TOTAL EXPENSES**	$13,776,417	$9,274,043	$2,760,117	$1,084,993	$657,264	$0
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$492,852	$904,386	$121,162	$67,538	($600,234)	$0

School Jurisdiction Code: 0009

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$553,250
Base Instruction (Gr 1-12)	$7,916,562
Outreach Programs	$0
Home Education	$0
Differential Cost Funding *	$1,313,149
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$17,433
Federal French Funding	$0
Provincial Priority Targeted Funding	
Class Size Initiative	$452,962
Student Health Initiative (SHI)	$0
Alberta Initiative for School Improvement (AISI)	$211,385
High Speed Networking	$0
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe)	($0)
Total Alberta Education Revenues	$10,464,740

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 0009

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$1,006,527	$534,875	$324,556		$0	$0	$1,865,958
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$0	$0	$0		$0		$0
ECS Program Unit (PUF)	$0	$0	$0		$0		$0
Severe Disabilities (Gr 1-12)	$0	$0	$0		$0		$0
English as a Second Language	$13,899	$46,728	$2,486		$0		$63,113
French Language Program & Francisation (all jurisdictions)	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education (ECS - Gr 12)	$0	$0	$0		$0		$0
Home Education	$0	$0	$0		$0		$0
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$101,182	$0	$110,204	$0	$0		$211,385
Student Health Initiative	$0	$0	$0		$0		$0
High Speed Networking			$0		$0		$0
Class Size	$452,962	$0	$0	$0	$0		$452,962
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$5,181,129	$132,601	$939,441	$427,454	$0	$0	$6,680,625
TOTAL EXPENSES	$6,755,699	$714,204	$1,376,687	$427,454	$0	$0	$9,274,043

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	0.0	0.0
ECS Program Unit (PUF)	0.0	0.0
Severe Disabilities (Gr 1-12)	0.0	0.0

Note 1 Excludes Learning Resources

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 0009

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	$13,776,417

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	6.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$826,585
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$56,100	$826,585
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		$826,585

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$657,264
PLUS: transfers to Restricted - Operating (Board/System Administration)	$169,321
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$826,585
MAXIMUM EXPENSE LIMIT	$826,585
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	$0

School Jurisdiction Code: 0009

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$27,910
Source of Net School Generated Funds:				
Fundraising activities	$28,991	$19,305	$9,686	
Student fees (Non-Instructional) (Note 2)	$177,680		$177,680	
Donations and grants to schools	$34,708		$34,708	
Other (describe)	$0	$0	$0	
Net Additions to SGF	$241,379	$19,305		$222,074
Net SGF Available for Discretionary Spending				$249,984
Application of Net School Generated Funds:				
Extra-curricular activities			$92,086	
School beautification			$0	
Field Trips			$125,434	
Equipment			$32,464	
Family literacy and other community resources			$0	
Other (describe)			$0	
Net SGF Expended for Discretionary Purposes (Note 3)				$249,984
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$0

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements

Note 2 Excludes fees collected pursuant to Sectiom 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of texttbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position

School Jurisdiction Code: 0009

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$0	$0	$0	$61,177	$61,177		$61,177
Uncertificated benefits	$0	$0	$0	$0	$11,954	$11,954		$11,954
Sub-total Remuneration	$0	$0	$0	$0	$73,131	$73,131		$73,131
Contracted Services	$247,458	$2,047,852	$0	$0	$0	$2,295,310		$2,295,310
Supplies	$24,511	$73,401	$0	$0	$0	$97,912		$97,912
Electricity			$163,717			$163,717		$163,717
Natural Gas/Heating Fuel			$101,032			$101,032		$101,032
Sewer and Water			$0			$0		$0
Telecommunications			$0			$0		$0
Insurance					$14,802	$14,802		$14,802
Amortization of capital assets								
Supported							$0	$0
Unsupported						$14,213		$14,213
Total Amortization						$14,213	$0	$14,213
Interest on capital debt								
Supported							$0	$0
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$271,969	$2,121,253	$264,749	$0	$87,933	$2,760,117	$0	$2,760,117
SQUARE METRES								
School Buildings								19,855.0
Non School Buildings								2,080.0
UNCERTIFICATED FTE'S (Board/Contract)	8.6	2.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations.
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 0009

SCHEDULE G to the AFS

DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005

(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Dave Butler	0.0	$0	$0	$0			$0	$47
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Bill McGregor	0.0	$0	$0	$0			$0	$257
Name	Bill Biensch	0.0	$0	$0	$0			$0	$0
Name	Anita Fongern	0.0	$0	$0	$0			$0	$123
Name	Chris Best	0.0	$0	$0	$0			$0	$0
Name	Janet Grimes	0.0	$0	$0	$0			$0	$123
Name	Rob Jack	0.0	$0	$0	$0			$0	$47
Name	Candace Lyle	0.0	$0	$0	$0			$0	$0
Name	Dan Levson	0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*0.0*	*$0*	*$0*	*$0*			*$0*	*$597*
Superintendent	Jay Pritchard	1.0	$145,519	$16,611	$0	$12,000	$0	$174,130	$11,575
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Reta Morgan	1.0	$87,666	$14,684	$0	$0	$0	$102,350	$2,911
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		105.7	$6,054,061	$606,621	$0	$0	$95,018	$6,755,700	
Uncertificated Salaries & Wages		24.6	$789,482	$143,919	$0	$0	$0	$933,401	
TOTALS			**$7,076,728**	**$781,835**	**$0**	**$12,000**	**$95,018**	**$7,965,581**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code 1180

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

FOOTHILLS SCHOOL DIVISION #38
Legal Name of School Jurisdiction

P.O. BOX 5700, High River, Alberta T1V 1M7
Mailing Address

(403)652-3001 (403) 652-4204
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules FOOTHILLS SCHOOL DIVISION #38 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Jerry Muelaner	"ORIGINAL SIGNED"
Name	**Signature**

SUPERINTENDENT

James P. McLellan	"ORIGINAL SIGNED"
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Andrew F. Chipman	"ORIGINAL SIGNED"
Name	**Signature**

23-Nov-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

CATALYST
*Chartered Accountants and Consultants**

Suite 1620, Trimac House
800 - 5th Avenue SW
Calgary, Alberta
Canada T2P 3T6
T. (403) 296-0082
F. (403) 296-0415

318 Centre Street SE
High River, Alberta
Canada T1V 1N7
T. (403) 652-3032
F. (403) 652-7051

www.catalystsolutions.ca

AUDITORS' REPORT

To: The Board of Trustees of
Foothills School Division No. 38

We have audited the statement of financial position of Foothills School Division No. 38 as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school division as at August 31, 2005, and the results of its operations, changes in cash flows, changes in net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Catalyst LLP

HIGH RIVER, ALBERTA
NOVEMBER 8, 2005

CHARTERED ACCOUNTANTS

Member of
PKF
International

* Catalyst Chartered Accountants operates as a limited liability partnership

School Jurisdiction Code: 1180

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$7,887,310	$5,863,887
Accounts receivable (net after allowances)		$2,879,981	$3,026,754
Prepaid expenses		$172,560	$283,635
Other current assets		$0	$0
Total current assets		$10,939,851	$9,174,276
School generated assets		$1,046,501	$1,008,858
Trust assets		$304,354	$300,088
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$1,643,103	$1,643,106
Buildings	$84,626,723		
Less accumulated amortization	($40,516,237)	$44,110,486	$45,878,158
Equipment	$5,773,367		
Less accumulated amortization	($3,443,443)	$2,329,924	$2,188,286
Vehicles	$7,043,637		
Less accumulated amortization	($4,546,912)	$2,496,725	$2,864,955
Total capital assets		$50,580,238	$52,574,505
TOTAL ASSETS		$62,870,944	$63,057,727
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,729,715	$940,213
Deferred revenue		$1,195,800	$908,402
Deferred capital allocations		$5,904,413	$6,235,655
Current portion of all long term debt		$1,241,768	$1,411,202
Total current liabilities		$10,071,696	$9,495,472
School generated liabilities		$1,046,501	$1,008,858
Trust liabilities		$304,354	$300,088
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported Debentures and other supported debt		$5,044,999	$6,133,288
Less: Current portion of supported debt		($871,588)	($1,088,289)
Unsupported Debentures and Capital Loans		$190,500	$286,000
Capital Leases		$842,698	$764,915
Mortgages		$0	$0
Less: Current portion of unsupported debt		($370,180)	($322,913)
Unamortized capital allocations		$36,912,998	$37,360,190
Total long term liabilities		$43,100,282	$44,442,137
TOTAL LIABILITIES		$53,171,978	$53,937,609
NET ASSETS			
Unrestricted net assets		$0	$0
Operating Reserves		$882,192	$303,341
Accumulated Operating Surplus (Deficit)		$882,192	$303,341
Investment in capital assets		$7,601,251	$8,042,227
Capital Reserves		$1,215,523	$774,550
Total Capital Funds		$8,816,774	$8,816,777
Total net assets		$9,698,966	$9,120,118
TOTAL LIABILITIES AND NET ASSETS		$62,870,944	$63,057,727

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements

School Jurisdiction Code: 1180

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$48,671,241	$46,969,800	$46,182,524
Federal Government and/or First Nations	$184,775	$148,900	$199,646
Other Alberta school authorities	$25,000	$0	$20,000
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$62,200	$43,000	$90,900
Instruction resource fees	$580,421	$456,400	$542,684
Transportation fees	$39,467	$65,000	$17,175
Other sales and services	$245,832	$281,600	$232,622
Investment income	$62,058	$70,000	$60,710
Gifts and donations	$0	$0	$0
Rentals of facilities	$30,966	$10,000	$57,337
Net school generated funds	$1,442,087	$300,000	$383,831
Gains on disposal of capital assets	$25,488	$0	$14,000
Amortization of capital allocations	$2,175,640	$2,151,500	$2,122,742
Total Revenues	$53,545,175	$50,496,200	$49,924,171
EXPENSES			
Certificated salaries	$26,385,786	$25,322,200	$25,185,247
Certificated benefits	$3,022,844	$3,611,800	$2,677,769
Uncertificated salaries and wages	$7,544,541	$7,664,300	$7,464,661
Uncertificated benefits	$1,911,656	$1,538,600	$2,163,706
Services, contracts and supplies	$8,273,697	$7,608,300	$7,519,950
Net school generated funds	$1,442,087	$300,000	$383,831
Capital and debt services			
Amortization of capital assets			
Supported	$2,157,202	$2,151,500	$2,097,234
Unsupported	$1,534,942	$1,518,600	$1,605,642
Total Amortization of capital assets	$3,692,144	$3,670,100	$3,702,876
Interest on capital debt			
Supported	$641,821	$641,800	$780,894
Unsupported	$47,814	$90,800	$51,581
Total Interest on capital debt	$689,635	$732,600	$832,475
Other interest charges	$3,934	$48,300	$7,622
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$52,966,324	$50,496,200	$49,938,137
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$578,851	$0	($13,966)
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$578,851	$0	($13,966)

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 1180

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$578,851	($13,966)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($2,175,640)	($2,122,742)
Total amortization expense	$3,692,144	$3,702,876
Gains on disposal of capital assets	($25,488)	($14,000)
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$146,773	($842,905)
Prepaids and other current assets	$111,075	($44,039)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$789,502	($951,424)
Deferred revenue	$287,398	$495,624
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$3,404,615	$209,424
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	($5,071)
Buildings	($640,159)	($1,728,215)
Equipment	($905,306)	($500,605)
Vehicles	($152,415)	($375,205)
Net proceeds from disposal of capital assets	$25,488	$14,000
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($1,672,392)	($2,595,096)
C. FINANCING ACTIVITIES		
Capital allocations	$308,917	$724,968
Issue of long term debt	$333,939	$94,660
Repayment of long term debt	($1,439,945)	($1,688,013)
Add back: supported portion	$1,088,289	$1,370,748
Other (describe)	$0	$12,094
Total sources (uses) of cash from Financing activities	$291,200	$514,457
Net sources (uses) of cash during year	$2,023,423	($1,871,215)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$5,863,887	$7,735,102
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$7,887,310	$5,863,887

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.

2 Cash and temporary investments are net of cash obligations.

School Jurisdiction 1180

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$9,120,118	$8,042,227	$0	$1,077,891	$269,691	$428,177	$0	$145,161	$33,650	$115,576	$0	$85,636	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$9,120,118	$8,042,227	$0	$1,077,891	$269,691	$428,177	$0	$145,161	$33,650	$115,576	$0	$85,636	$0	$0
Surplus(def) of revenue over expense	$578,851		$578,851											
Board funded capital transactions		$723,782	$0	($723,782)	$0	($511,138)	$0	($53,446)	$0	$0	$0	($159,198)	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($3,692,144)	$3,692,144											
Amortization of capital allocations		$2,175,640	($2,175,640)											
Disposal of unsupported capital assets	($3)	$0	($3)	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$351,746	($351,746)											
Net transfers to operating reserves			($578,851)	$578,851	$539,237		$0		$39,614		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			($1,164,755)	$1,164,755		$554,390		$45,796		$51,724		$512,845		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$9,698,966	$7,601,251	$0	$2,097,715	$808,928	$471,429	$0	$137,511	$73,264	$167,300	$0	$439,283	$0	$0

School Jurisdiction Code: 1180

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$6,235,655	$37,360,190
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$6,235,655	$37,360,190
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$119,071	
Other capital grants and donations	$189,846	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$1,088,289
Expended capital allocations - current year	($640,159)	$640,159
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$2,175,640
Balance at August 31, 2005	$5,904,413	$36,912,998

---

1. Authority and purpose

Foothills School Division No. 38 delivers education programs under the authority of the School Act, Chapter S-3, Revised Statutes of Alberta, 2000.

The division receives funding for instruction and support under Regulation 77/2003 of the School Act. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. Significant accounting policies

The school division follows accounting policies generally accepted for Alberta School jurisdictions, which include the following:

(a) Measurement uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported and disclosed in the financial statements and the related noted. Actual results could differ from those estimates.

(b) Revenue recognition

Fees for services related to courses an programs are recognized as revenue when such courses and programs are delivered.

Funding from the provincial government and other agencies that are externally restricted for purchases of capital assets are recorded as deferred capital allocations until spent. Interest earned on these deferred capital allocation is also recorded as deferred capital allocations until spent on capital projects. Once spent, they are transferred to unamortized capital allocations, and are amoritized on the same basis as the capital assets to which the funding relates.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Unrestricted contributions are recognized as revenue when received or receivable.

(c) Temporary investments

Temporary investments are recorded at the lower of cost and net realizable value.

(d) Prepaid expenses

Supplies purchased for courses and programs conducted in a future period are recorded as prepaid expenses.

---

2. Significant accounting policies, continued

(e) Property and equipment

Property and equipment are recorded at cost and are being amortized over their estimated useful lives on a straight-line basis, commencing in the year following addition up to and including the year of disposal. Only assets with a value greater than $5,000 are capitalized and amortized. The annual amortization rates are as follows:

Buildings	3-6 %
Equipment	20 %
Vehicles	10-20 %

(f) Financial instruments

The school division's financial instruments consist of cash, money market mutual funds, accounts receivable, accounts payable and accrued liabilities, capital lease obligation and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted the fair value of these financial instruments approximates their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

(g) School generated funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (yearbook sales, graduation fees, field trip fees, etc.). Funds generated from school based activities are recorded as follows:

Unexpected school generated funds are recorded as an asset and liability of the school division as the use of these funds is subject to restrictions imposed by the individual fund raising group.

Costs of generating school funds include direct expenses incurred in generating these funds. Amounts expended on school activities, supplies, other instructional expenses or capital items are reported as application of school generated funds for the year.

---

2. Significant accounting policies, continued

(h) Pensions

Pension costs included in salaries and benefits comprise the cost of employer contributions for current service of employees during the year.

The school division participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $412,292 (2004 - $360,889) and is included in salaries, wages and benefits.

The current service and past service costs of the Alberta Teachers' Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the school division does not make pension contributions for certificated staff, therefore no disclosure has been made with regard to the effect of the Division's teachers' participation in the pension plan.

(i) Net assets

Operating and capital restricted funds represent allocations for future operating expenses and capital purchases.

The excess of amortization of capital assets over amortized capital allocations is recorded as a reduction in investment in capital assets.

Unsupported capital debt repayments are recorded as a transfer from unrestricted funds to investment in capital assets. Unsupported capital lease payments are recorded as a transfer from restricted funds to investment in capital assets.

(j) Contributed services

Volunteers assist schools operated by the division in carrying out certain activities. Because of the difficulty of determining their fair value and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

(k) Cash and cash equivalents

Cash and temporary investments consist of cash on hand and balances with banks, money market funds and bankers acceptances maturing within three months of year end.

3. Restricted cash

Cash and temporary investments in the amount of $5,904,413 ($6,235,654) is restricted for use in capital construction projects only.

4. Accounts receivable

	2005	2004
Alberta Learning	$ 31,480	$ 31,480
Alberta Infrastructure	2,513,346	2,498,575
Other	335,155	496,699
	$ 2,879,981	$ 3,026,754

5. Deferred revenue

	2005	2004
Infrastructure Improvement Projects funding	$ 449,885	$ 374,466
AISI (Alberta Initiative for School Improvement) funding	279,413	276,503
O&M (Operations & Maintenance) funding	190,984	140,893
Classroom resources	156,000	-
Video conference initiative	60,000	-
Other	41,364	24,941
SHIP (Student Health Initiative Program) funding	18,154	91,599
	$ 1,195,800	$ 908,402

6. Deferred capital allocations

Grants and contributions received and interest earned thereon in respect of capital assets which were not acquired prior to year end are recorded as deferred capital allocations. The changes in deferred capital allocations for the year are as follows:

	2005	2004
Balance beginning of year	$ 6,235,655	$ 7,238,902
Capital allocations	308,917	724,967
Capital assets acquired	(640,159)	(1,728,214)
Balance, end of year	$ 5,904,413	$ 6,235,655

7. Obligations under capital lease

Under terms of various equipment leases expiring between September 2005 and June 2010, the school division is committed to minimum annual lease payments, including interest at annual rates from 4.56% to 6.37% as follows:

2006	$ 316,048
2007	217,702
2008	139,879
2009	136,920
2010	86,589
Total future minimum lease payments	897,138
Less amount representing interest	54,440
Present value of minimum net lease payments	842,698
Less current portion	274,680
	$ 568,018

8. Long-term debt

	2005	2004
Debentures issued to Alberta Capital Finance Authority, repayable in annual installments totaling $1,844,870 including interest at rates that vary from 6.5% to 12% per annum. A portion of these debentures will be repaid by the provincial government.	$ 5,235,499	$ 6,419,288
Less current portion	967,088	1,183,789
	$ 4,268,411	$ 5,235,499

The portion due within the next fiscal year includes $871,588, which will be paid by the provincial government.

8. Long-term debt, continued

Principal repayments of long-term debt required in the next five years are as follows:

2006	$ 967,088
2007	967,088
2008	810,588
2009	562,324
2010	341,288
Subsequent years	1,587,123
	$ 5,235,499

9. Unamortized capital allocations

Includes the unamortized portion of:
-contributions for the acquisition of capital assets
-the division's accumulated net equity in certain school buildings
-debenture repayments made by the provincial government

The change in unamortized capital allocations for the year is as follows:

	2005	2004
Balance, beginning of year	$ 37,360,190	$ 36,371,876
Expended capital allocation	640,159	1,740,308
Debenture principal repayments	1,088,289	1,370,748
Amortization of capital allocations	(2,175,640)	(2,122,742)
	$ 36,912,998	$ 37,360,190

Capital allocations are amortized on a basis consistent with the capital asset that the allocation funded.

---

10. **Restricted funds**

Restricted funds, created by authorization of the Board of Trustees, represented funds allocated for future capital expenditures and operating expenses. The restricted funds are established and expended in accordance with terms and conditions established by the Board.

	August 21, 2004	Appropriated during the year	Utilized during the year	August 31, 2005
Operating				
Instruction	$ 269,691	$ 539,237	$ -	$ 808,928
Administration	33,650	39,614	-	73,264
	303,341	578,851	-	882,192
Capital				
Land	5,180	-	-	5,180
Buildings	107,359	62,273	-	169,632
Equipment	502,084	581,836	(571,367)	512,553
Vehicles	159,927	520,646	(152,415)	528,158
	774,550	1,164,755	(723,782)	1,215,523
	$ 1,077,891	$ 1,743,606	$ (723,782)	$ 2,097,715

11. **Commitments**

Service Providers
As at August 31, 2005, the division has annual commitments of $1,630,394 (2005 - $1,876,247) to a service provider. Current contracts will expire in August 2006 and be renegotiated at that time.

Construction Contract
The division had a contract for completing the Heritage Heights School project. The total amount of the contract was $6,180,122 of which $958,534 has been paid to August 31, 2005.

12. **Economic dependence**

The division's ability to continue viable operations is dependant on funding from the Alberta Government, which is the primary source of income.

13. **Operating Loan**

Foothills School Division has a credit facility agreement in place that permits borrowing upon written request and approval by the Board of Trustees at competitive rates. No

---

13. Operating Loan, continued

collateral security will be required for the facility other than the standard Banking Resolutions and confirmation of the legal ability to borrow. As at August 31, 2005, the Division has not needed to request borrowing against this facility.

14. Subsequent events

Subsequent to year-end, the division signed a memorandum of agreement with the Alberta Teachers' Association, which is subject to ratification. The division accrued additional salary costs in anticipation of the increases for the 2004/05 year resulting from the new contract.

15. Budget Amounts

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only.

16. Comparative Figures

The comparative figures have been reclassified where necessary to conform to the 2005 presentation.

SCHEDULE A to the AFS

School Jurisdiction Cod 1180

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) **Alberta Education Revenues**	$45,050,330	$38,563,405	$1,631,895	$3,068,069	$1,777,591	$9,370
Alberta Infrastructure and Transportation						
(2) Infrastructure Maintenance Program & Portable Relocations support	$486,748	$0	$486,748			
(3) Regular Operations & Maintenance support	$2,303,695		$2,303,695			
(4) Other support	$0	$0	$0			
(5) **Total Alberta Infrastructure and Transportation Revenues**	$2,790,443	$0	$2,790,443			
(6) **Alberta Finance**	$641,821		$641,821			$0
(7) **Other - Government of Alberta**	$188,647	$178,668	$5,264	$0	$4,715	$0
(8) **Federal Government and/or First Nations**	$184,775	$177,384	$0	$0	$7,391	$0
(9) **Other Alberta school authorities**	$25,000	$25,000	$0	$0	$0	$0
(10) **Out of province authorities**	$0	$0	$0	$0	$0	$0
(11) **Alberta municipalities** (excl. supplementary requisitions)	$62,200	$59,712	$0	$0	$2,488	$0
(12) **Instruction resource fees**	$580,421	$580,421				
(13) **Transportation fees**	$39,467			$39,467		
(14) **Other sales and services**	$245,832	$72,120	$24,352	$136,960	$12,400	$0
(15) **Investment income**	$62,058	$42,199	$12,412	$4,965	$2,482	$0
(16) **Gifts and donations**	$0	$0	$0	$0		$0
(17) **Rentals of facilities**	$30,966	$13,735	$17,231	$0	$0	$0
(18) **Net school generated funds**	$1,442,087	$1,442,087			$0	
(19) **Gains on disposal of capital assets**	$25,488	$0	$543	$23,925	$1,020	$0
(20) **Amortization of capital allocations**	$2,175,640	$0	$2,175,640	$0		$0
(21) **TOTAL REVENUES**	$53,545,175	$41,154,731	$7,299,601	$3,273,386	$1,808,087	$9,370
EXPENSES						
(22) **Certificated salaries**	$26,385,786	$26,012,906			$372,880	$0
(23) **Certificated benefits**	$3,022,844	$2,996,888			$25,956	$0
(24) **Uncertificated salaries and wages**	$7,544,541	$4,742,297	$560,064	$1,569,725	$665,428	$7,027
(25) **Uncertificated benefits**	$1,911,656	$1,289,511	$122,609	$363,225	$133,968	$2,343
(26) **SUB - TOTAL**	$38,864,827	$35,041,602	$682,673	$1,932,950	$1,198,232	$9,370
(27) **Services, contracts & supplies**	$8,273,697	$3,248,385	$3,585,142	$923,585	$516,585	$0
(28) **Cost recoveries & charges to programs**	$0	$0	$0	$0	$0	$0
(29) **Net school generated funds**	$1,442,087	$1,442,087				
Capital and debt services						
Amortization of capital assets						
(30) Supported	$2,157,202	$0	$2,157,202	$0	$0	$0
(31) Unsupported	$1,534,942	$741,085	$230,907	$512,845	$50,105	$0
(32) Total Amortization	$3,692,144	$741,085	$2,388,109	$512,845	$50,105	$0
Interest on capital debt						
(33) Supported	$641,821	$0	$641,821	$0	$0	$0
(34) Unsupported	$47,814	$44,713	$1,092	$0	$2,009	$0
(35) Other interest charges	$3,934	$1,253	$764	$375	$1,542	$0
(36) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37) **TOTAL EXPENSES**	$52,966,324	$40,519,125	$7,299,601	$3,369,755	$1,768,473	$9,370
(38) **SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$578,851	$635,606	$0	($96,369)	$39,614	$0

School Jurisdiction Code: 1180

SCHEDULE B to the AFS
ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$1,031,459
Base Instruction (Gr 1-12)	$31,509,298
Outreach Programs	$156,060
Home Education	$1,241
Differential Cost Funding *	$5,009,227
Other Provincial Support	
Institutional Programs	$211,930
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$36,149
Federal French Funding	$47,509
Provincial Priority Targeted Funding	
Class Size Initiative	$1,044,142
Student Health Initiative (SHI)	$198,962
Alberta Initiative for School Improvement (AISI)	$803,851
High Speed Networking	$0
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe)	$5,000,502
Total Alberta Education Revenues	$45,050,330

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services

School Jurisdiction Code: 1180

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$2,462,647	$2,109,263	$286,515		$0	$787,051	$5,645,476
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$1,512,119	$639,774	$0		$0		$2,151,893
ECS Program Unit (PUF)	$0	$295,113	$251,586		$0		$546,699
Severe Disabilities (Gr 1-12)	$1,989,975	$2,441,508	$0		$0		$4,431,483
English as a Second Language	$398,224	$76,818	$18,183		$0		$493,225
French Language Program & Francisation (all jurisdictions)	$624,435	$0	$73,960		$0		$698,395
First Nations, Metis and Inuit Education (ECS - Gr 12)	$56,336	$0	$26,252		$0		$82,588
Home Education	$0	$0	$11,777		$0		$11,777
Institutional Programs	$235,814	$25,063	$22,449		$0		$283,326
Alberta Initiative for School Improvement	$391,951	$7,887	$377,180	$26,833	$0		$803,851
Student Health Initiative	$0	$323,316	$18,856		$0		$342,172
High Speed Networking			$19,437		$0		$19,437
Class Size	$1,070,115	$0	$0	$0	$0		$1,070,115
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$20,195,204	$113,066	$1,518,248	$597,109	$0	$1,442,087	$23,938,688
TOTAL EXPENSES	$28,936,820	$6,031,808	$2,624,443	$623,942	$0	$2,229,138	$40,519,125

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 1	22.5	28.2
ECS Program Unit (PUF)	0.0	15.0
Severe Disabilities (Gr 1-12)	29.6	80.3

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 1180

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	**$52,966,324**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$2,118,653
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	6,695	
	$0	$0
MAXIMUM EXPENSE LIMIT		**$2,118,653**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,768,473
PLUS: transfers to Restricted - Operating (Board/System Administration)	$39,614
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,808,087
MAXIMUM EXPENSE LIMIT	$2,118,653
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$310,566

School Jurisdiction Code: 1180

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$1,008,858
Source of Net School Generated Funds:				
Fundraising activities	$521,020	$421,648	$99,372	
Student fees (Non-Instructional) (Note 2)	$847,759		$847,759	
Donations and grants to schools	$460,476		$460,476	
Other (describe) Bank Int., Parking, ECS, Terry Fox run, etc.	$198,287	$126,164	$72,123	
Net Additions to SGF	$2,027,542	$547,812		$1,479,730
Net SGF Available for Discretionary Spending				$2,488,588
Application of Net School Generated Funds:				
Extra-curricular activities			$844,894	
School beautification			$5,157	
Field Trips			$308,482	
Equipment			$16,589	
Family literacy and other community resources			$3,234	
Other (describe) Cost of locks, agendas, pictures, yearbooks, school supplies, recorders,classroom supplies			$263,731	
Net SGF Expended for Discretionary Purposes (Note 3)				$1,442,087
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$1,046,501

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 1180

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$313,813	$0	$55,916	$190,335	$560,064		$560,064
Uncertificated benefits	$0	$70,114	$0	$13,420	$39,075	$122,609		$122,609
Sub-total Remuneration	$0	$383,927	$0	$69,336	$229,410	$682,673		$682,673
Contracted Services	$1,562,509	$30,940	$0	$357,118	$7,810	$1,958,377		$1,958,377
Supplies	$9,782	$365,439	$0	$60,294	$52,032	$487,547		$487,547
Electricity			$552,084			$552,084		$552,084
Natural Gas/Heating Fuel			$487,325			$487,325		$487,325
Sewer and Water			$85,476			$85,476		$85,476
Telecommunications			$14,333			$14,333		$14,333
Insurance					$0	$0		$0
Amortization of capital assets								
Supported							$2,157,202	$2,157,202
Unsupported						$230,907		$230,907
Total Amortization						$230,907	$2,157,202	$2,388,109
Interest on capital debt								
Supported							$641,821	$641,821
Unsupported				$0		$1,092		$1,092
Other interest charges						$764		$764
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$1,572,291	$780,306	$1,139,218	$486,748	$289,252	$4,500,578	$2,799,023	$7,299,601
SQUARE METRES								
School Buildings								78,782.9
Non School Buildings								3,572.2
UNCERTIFICATED FTE'S (Board/Contract)	58.0	12.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 1180

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Muelaner, Jerry	1.0	$20,323	$0	$0			$20,323	$9,246
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Gardner, Douglas	1.0	$20,451	$0	$0			$20,451	$8,239
Name	Lippitt, Faye	1.0	$13,760	$0	$0			$13,760	$7,221
Name	Longson, Rhonda/Graham Sewell	1.0	$16,390	$0	$0			$16,390	$4,808
Name	Copland, Laurie/Lori Czerwinski	1.0	$10,439	$0	$0			$10,439	$2,038
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*5.0*	*$81,363*	*$0*	*$0*			*$81,363*	*$31,552*
Superintendent	McLellan, James P	1.0	$141,092	$8,830	$0	$0	$0	$149,922	$10,089
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Chipman, Drew	1.0	$105,821	$17,472	$0	$0	$0	$123,293	$9,573
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		374.2	$26,170,658	$3,014,014	$0	$0	$0	$29,184,672	
Uncertificated Salaries & Wages		304.0	$7,357,357	$1,894,184	$0	$0	$0	$9,251,541	
TOTALS			**$33,856,291**	**$4,934,500**	**$0**	**$0**	**$0**	**$38,790,791**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code 4160

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

The Fort McMurray Catholic Board of Education
Legal Name of School Jurisdiction

9809 Main Street, Fort McMurray, AB T9H 1T7
Mailing Address

phone: (780) 799 5700 fax: (780) 799 5706
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules The Fort McMurray Catholic Board of Education (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Geraldine Carbery	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT

J. Daniel McIsaac	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER

J. G. Francois Gagnon	"ORIGINAL SIGNED"
Name	Signature

19-Dec-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

MNP
MEYERS NORRIS PENNY LLP

AUDITORS' REPORT

TO THE BOARD OF TRUSTEES
FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

We have audited the statement of financial position of the Fort McMurray Catholic Board of Education as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school district's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. These standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school district as at August 31, 2005 and the results of its operations and changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Fort McMurray, Alberta
November 25, 2005

Meyers Norris Penny LLP
Chartered Accountants

an independent member of
BAKER TILLY
INTERNATIONAL

CHARTERED ACCOUNTANTS & BUSINESS ADVISORS
9707 MAIN ST., FORT McMURRAY, AB T9H 1T5
PH. (780) 791-9000 FAX (780) 791-9047 www.mnp.ca

School Jurisdiction Code: 4160

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004 Restated
ASSETS			
Current assets			
Cash and temporary investments		$9,984,176	$7,087,965
Accounts receivable (net after allowances)		$2,774,198	$2,568,711
Prepaid expenses		$64,424	$106,071
Other current assets		$0	$0
Total current assets		$12,822,798	$9,762,747
School generated assets		$414,604	$334,828
Trust assets		$363,853	$206,243
Long term accounts receivable		$5,219,395	$7,804,887
Long term investments		$0	$0
Capital assets			
Land		$1,098,534	$1,139,680
Buildings	$56,292,245		
Less: accumulated amortization	($23,933,100)	$32,359,145	$30,874,058
Equipment	$1,667,398		
Less: accumulated amortization	($1,128,219)	$539,179	$506,845
Vehicles	$136,819		
Less: accumulated amortization	($113,646)	$23,173	$50,537
Total capital assets		$34,020,031	$32,571,119
TOTAL ASSETS		$52,840,680	$50,679,824
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$2,816,273	$1,817,579
Deferred revenue		$832,501	$1,090,927
Deferred capital allocations		$7,848,924	$7,715,577
Current portion of all long term debt		$618,080	$643,641
Total current liabilities		$12,115,778	$11,267,724
School generated liabilities		$414,604	$334,828
Trust liabilities		$363,853	$206,243
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$2,252,044	$2,895,685
Less: Current portion of supported debt		($618,080)	($643,641)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$19,243,871	$17,003,394
Total long term liabilities		$21,656,291	$19,796,510
TOTAL LIABILITIES		$33,772,069	$31,064,233
NET ASSETS			
Unrestricted net assets		$1,674,330	$2,228,565
Operating Reserves		$1,297,111	$1,439,672
Accumulated Operating Surplus (Deficit)		$2,971,441	$3,668,237
Investment in capital assets		$12,524,115	$12,672,039
Capital Reserves		$3,573,055	$3,275,315
Total Capital Funds		$16,097,170	$15,947,354
Total net assets		$19,068,612	$19,615,591
TOTAL LIABILITIES AND NET ASSETS		$52,840,681	$50,679,825

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 4160

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$33,535,801	$31,160,000	$30,668,187
Federal Government and/or First Nations	$210,485	$95,000	$176,004
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$210,258	$165,000	$197,396
Transportation fees	$146,512	$115,000	$133,615
Other sales and services	$191,963	$0	$37,748
Investment income	$251,624	$150,000	$268,832
Gifts and donations	$202,755	$110,000	$143,011
Rentals of facilities	$76,872	$45,000	$78,605
Net school generated funds	$66,895	$90,000	$100,859
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$1,283,192	$1,020,000	$1,311,935
Total Revenues	$36,176,359	$32,950,000	$33,116,192
EXPENSES			
Certificated salaries	$18,194,275	$16,975,000	$16,002,385
Certificated benefits	$1,955,958	$2,087,925	$1,795,097
Uncertificated salaries and wages	$6,368,146	$5,885,000	$5,655,575
Uncertificated benefits	$1,201,799	$1,029,875	$1,080,286
Services, contracts and supplies	$6,323,310	$4,892,200	$5,511,145
Net school generated funds	$66,895	$90,000	$100,859
Capital and debt services			
Amortization of capital assets			
Supported	$1,283,192	$1,020,000	$1,311,935
Unsupported	$881,863	$735,000	$768,153
Total Amortization of capital assets	$2,165,055	$1,755,000	$2,080,088
Interest on capital debt			
Supported	$447 900	$560,000	$568,613
Unsupported	$0	$0	$0
Total Interest on capital debt	$447,900	$560,000	$568,613
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$36,723,338	$33,275,000	$32,794,048
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	($546,980)	($325,000)	$322,144
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($546,980)	($325,000)	$322,144

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 4160

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004 Restatement
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($546,980)	$322,144
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,283,192)	($1,311,935)
Total amortization expense	$2,165,055	$2,080,089
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($205,487)	($99,443)
Prepaids and other current assets	$41,647	($8,477)
Long term accounts receivable	$2,585,492	($7,804,887)
Long term investments	$0	$0
Payables and accrued liabilities	$998,694	$285,529
Deferred revenue	($258,426)	$50,487
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$3,496,802	($6,486,493)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	($56,232)	$0
Buildings	($3,163,105)	($1,187,376)
Equipment	($394,631)	($195,705)
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($3,613,967)	($1,383,080)
C. FINANCING ACTIVITIES		
Capital allocations	$3,013,375	$8,144,537
Issue of long term debt	$0	$0
Repayment of long term debt	($643,641)	($726,088)
Add back: supported portion	$643,641	$726,088
Other (describe)	$0	$193,453
Total sources (uses) of cash from Financing activities	$3,013,375	$8,337,990
Net sources (uses) of cash during year	$2,896,210	$468,416
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$7,087,965	$6,619,549
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$9,984,176	$7,087,965

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.

2 Cash and temporary investments are net of cash obligations.

School Jurisdiction 4160

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$19,615,591	$12,672,039	$2,228,565	$4,714,987	$691,046	$734,753	$0	$2,436,941	$748,626	$103,621	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$19,615,591	$12,672,039	$2,228,565	$4,714,987	$691,046	$734,753	$0	$2,436,941	$748,626	$103,621	$0	$0	$0	$0
Surplus(def) of revenue over expense	($546,980)		($546,980)											
Board funded capital transactions		$733,939	($339,214)	($394,725)	$0	($343,115)	$0	($95)	($51,515)	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($2,165,055)	$2,165,055											
Amortization of capital allocations		$1,283,192	($1,283,192)											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($2,682)	$2,682	$2,682		$0		$0		$0		$0	
Net transfers from operating reserves			$93,728	($93,728)	($93,728)		$0		$0		$0		$0	
Net transfers to capital reserves			($640,950)	$640,950		$75,159		$531,017		$34,775		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$19,068,612	$12,524,115	$1,674,330	$4,870,166	$600,000	$466,797	$0	$2,967,863	$697,111	$138,396	$0	$0	$0	$0

School Jurisdiction Code: 4160

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)

for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2(	$7,715,577	$17,003,394
Prior period adjustment	$0	
Adjusted balance, August 31, 2004	$7,715,577	$17,003,394
Add:		
Capital allocations from Infrastructure and Transportation-New/Modernization Projects	$3,013,375	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$643,641
Expended capital allocations - current year	($2,880,028)	$2,880,028
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$1,283,192
Balance at August 31, 2005	$7,848,924	$19,243,871

Fort McMurray Catholic Board of Education

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2005

1. AUTHORITY AND PURPOSE

The Fort McMurray Catholic Board of Education delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP). The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received or receivable.

b) Capital Assets

Capital Assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	25 – 40 years
Site Improvements	20 years
Vehicles & Buses	5 – 10 years
Equipment & Furnishings	5 – 10 years

Capital assets with costs in excess of $5,000 are capitalized. Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

c) Long-lived assets:
Long-lived assets consists of capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The District performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value of an asset, or group of assets, may not be recoverable. Impairment losses are recognized when undiscounted future cash flows from its use and disposal are less than the assets' carrying amount. Impairment is measured as the amount by which the assets' carrying value exceeds its fair value. Any impairment is included in earnings for the year.

Prices for similar items are used to measure fair value of long-lived assets.

d) School Generated Funds
These are funds which come under the control and responsibility of a school principal for school activities. They are usually collected, retained, and expended at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

e) Vacation Pay
Vacation Pay is accrued in the period in which the employee earns the benefit.

f) Pensions
Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Fort McMurray Catholic Board of Education does not make pension contributions for certificated staff.

The school board participates in a multi-employer pension plan, the Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of $ 314,577 for the Year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1,289 million (2003: deficiency of $1,454 million).

g) Inventories
Inventories are recorded at the lower of cost or net realizable value.

h) Prepaid Expenses
Certain expenditures incurred before the close of the school year are for school supplies which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses also fall into this category.

i) Contributed Services
Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

j) Financial Instruments
These consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

k) Operating and Capital Reserves
Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and capital purposes. Such reserves are appropriations of unrestricted net assets.

l) Employee Future Benefits
The jurisdiction accrues its obligations under employee future benefit plans and expenses the related costs.

m) Investments
Short term investments are valued at the lower of cost or market. Long term investments are valued at cost or, where there has been other than a temporary impairment in the value of the investment, at market value.

n) Measurement Uncertainty
The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

Accounts receivable are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods in which they become known.

3. ACCOUNTS RECEIVABLE

	2005	2004
Alberta Education	$ 757,595	$128,154
Alberta Infrastructure and Transportation	6,380,555	9,447,051
Alberta Finance	148,523	187,844
Other Province of Alberta	5,800	5,800
Alberta Municipalities	166,410	177,909
Other	534,710	426,839
Total	**$7,993,593**	**$10,373,597**

4. CAPITAL ASSETS

		Accumulated	Net Book Value	
Asset	**Cost**	**Amortization**	**2005**	**2004**
Land and Site Improvements	$ 2,346,665	$ 1,248,131	$ 1,098,534	$ 1,139,680
Buildings	56,292,245	23,933,100	32,359,145	30,874,058
Vehicles and Buses	136,819	113,646	23,173	50,537
Equipment and Furnishings	1,667,398	1,128,219	539,179	506,845
Total	**$60,443,127**	**$26,423,096**	**$34,020,031**	**$ 32,571,120**

5. BANK INDEBTEDNESS

The jurisdiction has negotiated a line of credit in the amount of $2,000,000 that bears interest at the bank prime rate. This line of credit is secured by a borrowing bylaw and a security agreement, covering all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2005.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2005	2004
Alberta Education	$ 1,847,387	$ 657,950
Alberta Finance	148,523	187,844
Other Trade Payables and Accrued Liabilities	820,363	971,785
Total	**$ 2,816,273**	**$ 1,817,579**

7. DEFERRED REVENUE

	2005	2004
Infrastructure Maintenance Program (formerly BQRP)	$ 330,800	$ 297,242
1998-1999 One Time Grant for financial health	333,580	783,580
AB Education – New Classroom Resource Grant	93,000	
AB Education – Video Conference Grant	60,000	
AB Foundation for the Arts	4,000	
School Fees	11,121	10,105
Total	**$ 832,501**	**$ 1,090,927**

8. OTHER ALBERTA EDUCATION REVENUES (Schedule B)

	2005	2004
1998-1999 One Time Grant for financial health	$ 450,000	
2002-2003 One time transportation grant		$ 9,600
Provincial Microsoft License Rebate	3,245	
Operation and Maintenance of Schools Funding	1,226,088	
Total	**$ 1,679,333**	**$ 9,600**

9. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the jurisdiction.

	2005	2004
Education Endowment Fund	$ 102,497	$ 101,243
Scholarship Trusts	50,000	50,000
Children and Youth with Complex Needs (Banker Board)	211,356	55,000
Total	**$ 363,853**	**$ 206,243**

10. LONG TERM DEBT

a) Debenture Debt – Supported

The debenture debt bears interest at rates varying between 6% and 12%. The debenture debt is fully supported by Alberta Finance. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2005-2006	$ 618,080	$ 226,448	$ 844,528
2006-2007	295,640	156,538	452,178
2007-2008	206,016	124,775	330,791
2008-2009	149,828	103,445	253,273
2009-2010	119,120	88,731	207,851
2010 to maturity	863,360	349,660	1,213,020
Total	**$ 2,252,044**	**$1,049,597**	**$3,301,641**

b) Capital Leases – Unsupported

Currently, there are no capital leases held by the jurisdiction.

11. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose received or receivable by the jurisdiction, but the related expenditure had not been made at year-end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

12. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended, as well as fully-supported debenture principal repayments.

13. CAPITAL PROJECTS – BOARD FUNDED

As per the Board's approved capital expenditure plan, the following projects were completed during the year and funded from Capital Reserves held in the Board's internally restricted net assets. The cost of these projects will be amortized over their estimated useful lives and recorded in the statement of revenues and expenses as Unsupported Amortization of Capital Assets.

School Mobile Computer Labs (3):	$ 113,037
School Video Surveillance Systems (3):	71,513
Human Resources Information System:	51,515
Information Technology - Networking:	50,265
Information Technology – Servers:	45,866
IP Telephony – Sister Mary Phillips School:	29,323
Office Equipment – Father Mercredi High School:	19,246
Student Information System:	13,865
St. Anne Portables (unsupported):	95
Subtotal	394,725
IMP Funding (infrastructure improvements):	339,214
Total Board Funded Capital Projects:	**$ 733,939**

14. CAPITAL PROJECTS – EXTERNALLY FUNDED (SUPPORTED)

The following capital projects were completed during the year and funded from Addition Capital Projects funded by the Province. The cost of these projects will be amortized over their estimated useful lives and recorded in the statement of revenues and expenses as Supported Amortization of Capital Assets.

St. Anne School – Addition of 4 portable classrooms:	$ 719,217

15. COMMITMENTS

a) Building Projects

The jurisdiction is committed to further capital expenditures for the construction of St. Martha School of approximately $7,848,925. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure and Transportation.

16. CONTINGENCIES

The jurisdiction in conduct of its normal activities, is a defendant in a number of legal proceedings. While the ultimate outcome of these proceedings cannot be predicted at this time, it is the opinion of administration and the jurisdiction's legal counsel that adequate provision for these proceedings as been made in the jurisdiction's accounts. It is believed that the resolution of the proceedings will not have a material effect on the financial position of the jurisdiction, however, should any additional loss result from the resolution of these proceedings, such amounts would be expensed as the related amounts become known to the jurisdiction.

17. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The Fort McMurray Catholic Board of Education's primary source of income is from the Alberta Government. The Board's ability to continue viable operations is dependent on this funding.

18. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only.

19. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2005 presentation.

The 2004 comparative figures for Deferred Revenue and Trust Assets on the Statement of Financial Position were re-stated to correct the classification of the unexpended portion of funds held by the jurisdiction as the Banker Board for the Children and Youth with Complex Needs Initiative.

SCHEDULE A to the AFS

School Jurisdiction Code 4160

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$31,026,365	$27,600,774	$1,226,088	$798,254	$1,401,248	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$339,214	$0	$339,214			
(3)	Regular Operations & Maintenance support	$1,716,523		$1,716,523			
(4)	Other support	$0	$0	$0			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$2,055,737	$0	$2,055,737			
(6)	**Alberta Finance**	$447,900		$447,900			$0
(7)	**Other - Government of Alberta**	$5,800	$0	$5,800	$0	$0	$0
(8)	**Federal Government and/or First Nations**	$210,485	$210,485	$0	$0	$0	$0
(9)	**Other Alberta school authorities**	$0	$0	$0	$0	$0	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12)	**Instruction resource fees**	$210,258	$210,258				
(13)	**Transportation fees**	$146,512			$146,512		
(14)	**Other sales and services**	$191,963	$176,929	$50	$0	$1,340	$13,644
(15)	**Investment income**	$251,624	$251,624	$0	$0	$0	$0
(16)	**Gifts and donations**	$202,755	$202,755	$0	$0		$0
(17)	**Rentals of facilities**	$76,872	$0	$13,983	$0	$0	$62,889
(18)	**Net school generated funds**	$66,895	$66,895			$0	
(19)	**Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(20)	**Amortization of capital allocations**	$1,283,192	$54,141	$1,229,051	$0		$0
(21)	**TOTAL REVENUES**	$36,176,359	$28,773,863	$4,978,609	$944,766	$1,402,588	$76,533
	EXPENSES						
(22)	**Certificated salaries**	$18,194,275	$17,948,796			$245,479	$0
(23)	**Certificated benefits**	$1,955,958	$1,938,401			$17,557	$0
(24)	**Uncertificated salaries and wages**	$6,368,146	$4,799,254	$953,847	$21,729	$541,958	$51,358
(25)	**Uncertificated benefits**	$1,201,799	$899,061	$196,233	$5,527	$90,363	$10,614
(26)	**SUB - TOTAL**	$27,720,178	$25,585,512	$1,150,080	$27,256	$895,358	$61,973
(27)	**Services, contracts & supplies**	$6,323,310	$3,190,197	$1,731,146	$925,880	$463,477	$12,610
(28)	**Cost recoveries & charges to programs**	$0	($10,929)	$0	$0	$8,979	$1,950
(29)	**Net school generated funds**	$66,895	$66,895				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$1,283,192	$54,141	$1,229,051	$0	$0	$0
(31)	Unsupported	$881,863	$238,019	$609,070	$0	$34,775	$0
(32)	Total Amortization	$2,165,055	$292,160	$1,838,121	$0	$34,775	$0
	Interest on capital debt						
(33)	Supported	$447,900	$0	$447,900	$0	$0	$0
(34)	Unsupported	$0	$0	$0	$0	$0	$0
(35)	Other interest charges	$0	$0	$0	$0	$0	$0
(36)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37)	**TOTAL EXPENSES**	$36,723,338	$29,123,834	$5,167,247	$953,137	$1,402,588	$76,533
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	($546,980)	($349,972)	($188,638)	($8,370)	$0	($0)

School Jurisdiction Code: 4160

SCHEDULE B to the AFS
ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$1,201,288
Base Instruction (Gr 1-12)	$18,966,333
Outreach Programs	$0
Home Education	$0
Differential Cost Funding *	$7,922,188
Other Provincial Support	
Institutional Programs	$149,364
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$33,363
Federal French Funding	$45,338
Provincial Priority Targeted Funding	
Class Size Initiative	$570,879
Student Health Initiative (SHI)	$0
Alberta Initiative for School Improvement (AISI)	$458,280
High Speed Networking	$0
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe): Microsoft license rebate, One-Time Grant 1998/99, AB Education O&M Funding	$1,679,333
Total Alberta Education Revenues	$31,026,365

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 4160

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$2,773,188	$1,087,337	$1,285,397		$0	$0	$5,145,923
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$1,348,937	$852,876	$421,825		$0		$2,623,638
ECS Program Unit (PUF)	$82,176	$790,295	$304,360		$0		$1,176,831
Severe Disabilities (Gr 1-12)	$286,032	$2,502,384	$158,832		$0		$2,947,248
English as a Second Language	$9,780	$22,145	$1,812		$0		$33,736
French Language Program & Francisation (all jurisdictions)	$0	$0	$45,383		$0		$45,383
First Nations, Metis and Inuit Education (ECS - Gr 12)	$133,080	$125,511	$206,529		$0		$465,120
Home Education	$0	$0	$0		$0		$0
Institutional Programs	$133,068	$0	$26,206		$0		$159,274
Alberta Initiative for School Improvement	$506,373	$0	$24,503	$0	$0		$530,876
Student Health Initiative	$0	$0	$0		$0		$0
High Speed Networking			$0		$0		$0
Class Size	$570,879	$0	$0	$0	$0		$570,879
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$14,043,955	$317,495	$531,589	$250,656	($10,929)	$292,160	$15,424,926
TOTAL EXPENSES	$19,887,468	$5,698,044	$3,006,436	$250,656	($10,929)	$292,160	$29,123,834

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	17.2	28.4
ECS Program Unit (PUF)	1.0	26.3
Severe Disabilities (Gr 1-12)	3.7	83.4

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 4160

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	$36,723,338

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	5.10%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,872,890
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		$1,872,890

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,402,588
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,402,588
MAXIMUM EXPENSE LIMIT	$1,872,890
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$470,303

School Jurisdiction Code: 4160

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$334,828
Source of Net School Generated Funds:	Gross SGF	Related Expenses	Net SGF	
Fundraising activities	$1,117,356	$970,685	$146,672	
Student fees (Non-Instructional) (Note 2)	$0		$0	
Donations and grants to schools	$0		$0	
Other (describe):	$0	$0	$0	
Net Additions to SGF	$1,117,356	$970,685		$146,672
Net SGF Available for Discretionary Spending				$481,499
Application of Net School Generated Funds:				
Extra-curricular activities			$66,895	
School beautification			$0	
Field Trips			$0	
Equipment			$0	
Family literacy and other community resources			$0	
Other (describe):			$0	
Net SGF Expended for Discretionary Purposes (Note 3)				$66,895
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$414,604

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 4160

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$696,840	$150,365	$0	$0	$106,643	$953,847		$953,847
Uncertificated benefits	$143,290	$31,317	$0	$0	$21,626	$196,233		$196,233
Sub-total Remuneration	$840,129	$181,682	$0	$0	$128,269	$1,150,080		$1,150,080
Contracted Services	$1,302	$519,299	$0	$0	$2,383	$522,984		$522,984
Supplies	$114,934	$119,662	$0	$0	$1,906	$236,503		$236,503
Electricity			$521,809			$521,809		$521,809
Natural Gas/Heating Fuel			$342,824			$342,824		$342,824
Sewer and Water			$38,526			$38,526		$38,526
Telecommunications			$18,372			$18,372		$18,372
Insurance					$50,127	$50,127		$50,127
Amortization of capital assets								
Supported							$1,229,051	$1,229,051
Unsupported						$609,070		$609,070
Total Amortization						$609,070	$1,229,051	$1,838,121
Interest on capital debt								
Supported							$447,900	$447,900
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$956,366	$820,643	$921,532	$0	$182,685	$3,490,295	$1,676,951	$5,167,247
SQUARE METRES								
School Buildings								42,189.0
Non School Buildings								2,787.0
UNCERTIFICATED FTE'S (Board/Contract)	17.9	3.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations.
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 4160

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Lisa Etty Daviduck	1.0	$11,767	$405	$0			$12,172	$3,964
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Geraldine Corbery	1.0	$13,961	$464	$0			$14,425	$8,713
Name	Terry Langis	1.0	$11,879	$436	$0			$12,315	$2,379
Name	Keith McGrath	0.8	$9,211	$352	$0			$9,563	$3,319
Name	James Moore	0.2	$1,540	$70	$0			$1,610	$15
Name	Maria Vyboh	1.0	$10,504	$422	$0			$10,926	$4,199
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*5.0*	*$58,862*	*$2,149*	*$0*			*$61,011*	*$22,588*
Superintendent	J Daniel McIsaac	1.0	$123,040	$5,610	$0	$3,540	$0	$132,190	$16,702
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Francois Gagnon	1.0	$111,240	$24,496	$0	$0	$0	$135,736	$4,319
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		250.2	$18,058,520	$1,950,348	$0	$0	$0	$20,008,868	
Uncertificated Salaries & Wages		200.9	$6,207,221	$1,175,154	$0	$0	$0	$7,382,375	
TOTALS			**$24,558,883**	**$3,157,757**	**$0**	**$3,540**	**$0**	**$27,720,180**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code 3260

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

FORT MCMURRAY SCHOOL DISTRICT NO. 2833
Legal Name of School Jurisdiction

231 HARDIN STREET, FORT MCMURRAY, AB T9H 2G2
Mailing Address

PHONE (780)799-7900 FAX (780)743-2655
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules FORT MCMURRAY SCHOOL DISTRICT NO. 2833 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

JEFF THOMPSON	"ORIGINAL SIGNED"
Name	**Signature**

SUPERINTENDENT

KATHLEEN RHYASON	"ORIGINAL SIGNED"
Name	**Signature**

SECRETARY TREASURER OR TREASURER

ALLAN KALLAL	"ORIGINAL SIGNED"
Name	**Signature**

29-Nov-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

MEYERS NORRIS PENNY LLP

AUDITORS' REPORT

TO THE BOARD OF TRUSTEES
FORT MCMURRAY SCHOOL DISTRICT NO. 2833

We have audited the statement of financial position of the Fort McMurray School District No. 2833 as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school district's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. These standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school district as at August 31, 2005 and the results of its operations and changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Meyers Norris Penny LLP
Chartered Accountants

Fort McMurray, Alberta
November 24, 2005

School Jurisdiction Code: 3260

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$3,705,273	$3,639,471
Accounts receivable (net after allowances)		$2,422,011	$2,813,749
Prepaid expenses		$447,664	$553,544
Other current assets		$0	$0
Total current assets		$6,574,948	$7,006,764
School generated assets		$757,969	$764,143
Trust assets		$679,852	$646,792
Long term accounts receivable		$300,000	$400,000
Long term investments		$0	$0
Capital assets			
Land		$4,092,703	$4,092,703
Buildings	$64,514,090		
Less: accumulated amortization	($31,177,291)	$33,336,799	$34,188,898
Equipment	$6,935,063		
Less: accumulated amortization	($6,214,131)	$720,932	$548,258
Vehicles	$227,991		
Less: accumulated amortization	($208,213)	$19,778	$49,634
Total capital assets		$38,170,212	$38,879,493
TOTAL ASSETS		$46,482,981	$47,697,192
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$2,157,046	$2,264,841
Deferred revenue		$1,831,311	$2,389,998
Deferred capital allocations		$2,267,296	$2,046,882
Current portion of all long term debt		$895,847	$896,314
Total current liabilities		$7,151,500	$7,598,035
School generated liabilities		$757,969	$764,143
Trust liabilities		$679,852	$646,792
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$1,397,540	$2,293,854
Less: Current portion of supported debt		($895,847)	($896,314)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$28,340,663	$28,050,206
Total long term liabilities		$30,280,177	$30,858,681
TOTAL LIABILITIES		$37,431,677	$38,456,716
NET ASSETS			
Unrestricted net assets		$0	$0
Operating Reserves		$487,044	$605,104
Accumulated Operating Surplus (Deficit)		$487,044	$605,104
Investment in capital assets		$8,432,008	$8,535,431
Capital Reserves		$132,252	$99,940
Total Capital Funds		$8,564,260	$8,635,371
Total net assets		$9,051,304	$9,240,475
TOTAL LIABILITIES AND NET ASSETS		$46,482,981	$47,697,191

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 3260

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$39,683,313	$38,307,584	$36,268,020
Federal Government and/or First Nations	$266,268	$400,000	$528,725
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$245,916	$192,360	$220,647
Transportation fees	$198,471	$150,000	$175,548
Other sales and services	$2,675	$0	$101
Investment income	$87,933	$100,000	$95,352
Gifts and donations	$166,135	$130,000	$130,000
Rentals of facilities	$22,180	$26,500	$65,020
Net school generated funds	$716,095	$1,250,000	$497,173
Gains on disposal of capital assets	$24,362	$0	$81,767
Amortization of capital allocations	$1,785,603	$1,385,000	$1,654,957
Total Revenues	$43,198,951	$41,941,444	$39,717,310
EXPENSES			
Certificated salaries	$17,955,492	$16,822,433	$16,017,208
Certificated benefits	$2,919,397	$3,200,000	$2,776,709
Uncertificated salaries and wages	$8,285,021	$7,886,784	$7,355,020
Uncertificated benefits	$2,012,677	$1,730,000	$1,781,806
Services, contracts and supplies	$9,127,354	$10,257,479	$7,858,109
Net school generated funds	$716,095	$1,250,000	$497,173
Capital and debt services			
Amortization of capital assets			
Supported	$1,785,603	$1,385,000	$1,654,957
Unsupported	$371,555	$0	$78,137
Total Amortization of capital assets	$2,157,158	$1,385,000	$1,733,094
Interest on capital debt			
Supported	$205,944	$496,500	$315,220
Unsupported	$0	$0	$0
Total Interest on capital debt	$205,944	$496,500	$315,220
Other interest charges	$8,984	$0	$9,330
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$43,388,122	$43,028,196	$38,343,669
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	($189,171)	($1,086,752)	$1,373,641
Extraordinary Item	$0	$0	$62,858
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($189,171)	($1,086,752)	$1,436,499

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 3260

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($189,171)	$1,436,499
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,785,603)	($1,654,957)
Total amortization expense	$2,157,158	$1,733,094
Gains on disposal of capital assets	($24,362)	($81,767)
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$391,738	($1,466,908)
Prepaids and other current assets	$105,880	($110,280)
Long term accounts receivable	$100,000	($400,000)
Long term investments	$0	$0
Payables and accrued liabilities	($107,795)	($1,570,647)
Deferred revenue	($558,687)	($44,724)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$89,158	($2,159,690)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($1,107,381)	($6,347,008)
Equipment	($348,446)	($292,572)
Vehicles	$0	($8,477)
Net proceeds from disposal of capital assets	$32,311	$81,767
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($1,423,516)	($6,566,290)
C. FINANCING ACTIVITIES		
Capital allocations	$1,400,160	$2,026,320
Issue of long term debt	$0	$0
Repayment of long term debt	($896,314)	($1,101,985)
Add back: supported portion	$896,314	$1,101,985
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$1,400,160	$2,026,320
Net sources (uses) of cash during year	$65,802	($6,699,660)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$3,639,471	$10,339,131
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$3,705,273	$3,639,471

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements
2 Cash and temporary investments are net of cash obligations

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

School Jurisdiction 3260

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$9,240,475	$8,535,431	$0	$705,044	$441,046	$0	$0	$99,940	$164,058	$0	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$9,240,475	$8,535,431	$0	$705,044	$441,046	$0	$0	$99,940	$164,058	$0	$0	$0	$0	$0
Surplus(def) of revenue over expense	($189,171)		($189,171)											
Board funded capital transactions		$276,082	$0	($276,082)	($30,571)	$0	($214,627)	$0	($30,884)	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($2,157,158)	$2,157,158											
Amortization of capital allocations		$1,785,603	($1,785,603)											
Disposal of unsupported capital asset	$0	($7,950)	($24,362)	$32,312		$0		$32,312		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($1,699,998)	$1,699,998	$339,045		$930,462		$324,497		$105,994		$0	
Net transfers from operating reserves			$1,541,976	($1,541,976)	($395,650)		($715,835)		($324,497)		($105,994)		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$9,051,304	$8,432,008	$0	$619,296	$353,870	$0	$0	$132,252	$133,174	$0	$0	$0	$0	$0

School Jurisdiction Code: 3260

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$2,046,882	$28,050,206
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$2,046,882	$28,050,206
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$1,376,061	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$24,099	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$896,314
Expended capital allocations - current year	($1,179,746)	$1,179,746
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$1,785,603
Balance at August 31, 2005	$2,267,296	$28,340,663

FORT MCMURRAY SCHOOL DISTRICT NO. 2833

Notes to Financial Statements

August 31, 2005

The Fort McMurray School District No. 2833 is governed by statutes of Alberta under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2003. The district is exempt from payment of income tax under Section 149 of the Income Tax Act.

The district receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the district, within specified limits, to reallocate funding between instruction and support blocks.

1. Significant accounting principles and reporting practices:

The financial statements have been prepared by district management in accordance with Canadian generally accepted accounting principles for school jurisdictions and include the following significant accounting policies:

a) Revenue recognition:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable.

Capital allocations from the province or other funding agencies are recorded as deferred capital allocations until spent. Once spent they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the capital allocation. Capital allocations relate to capital grants received or to debenture support received for debt originally incurred for the purpose of acquiring capital assets.

1. Significant accounting principles and reporting practices (continued):

b) Capital assets:

The district recognizes a capital asset as any capital asset that has an original cost greater than $5,000 per item except that where a new facility is constructed the initial furnishings for the facility are capitalized en bloc.

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight line basis at the following rates:

	Years
Buildings	10 - 40
Equipment	5
Vehicles	5

No amortization is recorded in the year the asset is acquired.

Where a disposition of supported capital assets occurs, the net gain from the disposition is recorded in the deferred capital allocations account. This policy provides for a matching of revenues and expenditure streams related to future capital asset purchases.

c) Long-lived assets:

Long-lived assets consists of capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The District performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value of an asset, or group of assets, may not be recoverable. Impairment losses are recognized when undiscounted future cash flows from its use and disposal are less than the assets' carrying amount. Impairment is measured as the amount by which the assets' carrying value exceeds its fair value. Any impairment is included in earnings for the year.

Prices for similar items are used to measure fair value of long-lived assets.

d) Vacation pay:

Vacation pay is accrued in the period in which the employee earns the benefit.

1. **Significant accounting principles and reporting practices (continued):**

e) School generated funds:

Funds generated from school-based activities are included as assets, liabilities, revenues and expenses of the district because the fiduciary responsibility for these funds rests with the Board of Trustees of the district. These funds are usually collected and retained at the schools for expenditures paid at the school level (e.g. yearbooks, graduation costs, field trips).

f) Contributed services:

Volunteers assist schools operated by the district in carrying out certain activities. Because of the difficulty of determining fair value and because such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

g) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teachers' Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, Fort McMurray School District No. 2833 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $399,297 for the year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1,288,924,000 (2003 restated deficiency of $1,453,487,000).

h) Supplementary Integrated Pension Plan

The ASBA Supplementary Integrated Pension Plan, a multi-employer registered defined benefit pension plan sponsored by the ASBA which is subject to the provisions of the Alberta Employment Pension Plans Act, was effective January 1, 2004. It provides supplementary pension benefits to a prescribed class of employees. The plan supplements the Local Authorities Pension Plan ("LAPP") or the Alberta Teachers' Retirement Fund ("ATRF").

Contributions are made on behalf of the prescribed class of employees equal to 5% of pensionable earnings up to $100,000 in 2005.

1. Significant accounting principles and reporting practices (continued):

i) Non-registered Supplementary Integrated Pension Plan

The non-registered SiPP, a retirement program sponsored by Fort McMurray School District No. 2833, commenced in 2005 and provides supplementary pension benefits to a prescribed class of employees. The non-registered SiPP supplements the LAPP, ATRF, and registered SiPP pension plans.

The cost of the non-registered SiPP post retirement benefits earned by employees is actuarially determined using the projected benefit method prorated on service and management's best estimate of salary and benefit escalation and retirement ages of employees.

j) Prepaid expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies which will be consumed subsequent to year end, and are accordingly recorded as prepaid expenses. Prepaid expenses also include the unexpired insurance premiums at year end.

k) Operating and capital reserves

Reserves are established at the discretion of the district trustees or by external restrictions to set aside funds for operating and for capital expenditures. Such reserves are appropriations of unrestricted net assets.

l) Measurement uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

Accounts receivable are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets. Prepaid expenses include amounts based on estimates of the fair value of future rent payments. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods in which they become known.

2. **Accounts receivable:**

	2005 ($000)	2004 ($000)
Provincial government	1,877	2,233
Federal government	158	226
Other	387	355
	2,422	2,814

3. **Trust assets and liabilities:**

	2005 ($000)	2004 ($000)
Scholarships	68	68
Music	15	18
Deferred leave	56	31
Student Health Initiative	532	520
Other	9	10
	680	647

4. **Long-term mortgage receivable:**

Long-term mortgage receivable consists of a mortgage receivable from The YMCA of Wood Buffalo, A Society. The amount is repayable in four yearly payments of $100,000 commencing on June 30, 2005 through June 30, 2008. The amount is non-interest bearing and is secured by the Birchwood School building.

5. Capital assets:

	2005 ($000)			2004 ($000)
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Land	4,093		4,093	4,093
Buildings	64,514	31,177	33,337	34,189
Equipment	6,935	6,214	721	548
Vehicles	228	208	20	50
	75,770	37,599	38,171	38,880

6. Sale of Birchwood School:

On June 30, 2004, the district sold the Birchwood School building and assigned the head lease for the land on which it sits to The YMCA of Wood Buffalo, A Society for $500,000. The district secured a mortgage for $400,000 as described in Note 4. As part of the agreement, the district is renting back specified space in the Birchwood School building and the Westwood YMCA building at a rate of $1 per year. The fair value of the rent to be paid over the next two years at Birchwood School and the next five years at Westwood YMCA has been established at $100,301 of which $32,206 (2004 – $5,367) has been recorded as an expense in the current year and $62,728 (2004 – $94,934) has been included in prepaid expenses.

7. Energy retrofit project:

During the year, the district undertook an energy retrofit project to increase the energy efficiency of district buildings. The costs incurred in the current year were $214,627 (2004 – $2,365,675). These amounts have been added to the cost of the buildings included in Note 6. The district expects to recover the cost of this project over the next 10 years in the form of lower utility and maintenance costs.

The district funded this capital project by using operating monies. As a direct result unrestricted net assets has been reduced to $0 and restricted net assets has been reduced by $214,627 (2004 - $1,267,267).

8. Bank indebtedness:

At August 31, 2005, the district had a line of credit totaling $2,000,000, none of which was drawn. Interest is charged at the prime rate.

9. Deferred revenue:

	2005 ($000)	2004 ($000)
B.Q.R.P. (I.M.P.) and modernization block funding	340	731
Alberta Learning one-time funding 1999		812
Alberta Learning – Ecole Boreal	588	588
Alberta initiative for school improvement (AISI)	191	145
Native education project	183	114
Alberta Finance – Intensive Instructional project	110	
Alberta Learning – High Speed Internet	60	
Alberta Finance – Early Intervention program	14	
Alberta Learning – Class Size Initiative	345	
	1,831	2,390

10. Deferred capital allocations:

Deferred capital allocations show the cumulative amount of capital funding received for projects which the district had not completed as of the year end. These projects and deferred capital allocations may be summarized as follows:

	2005 ($000)	2004 ($000)
Unspent capital modernization funding	1,405	1,090
Unspent proceeds from disposal of supported assets	608	710
Interest earned on funding balances	254	247
	2,267	2,047

Included in unspent proceeds from disposal of supported assets is the $300,000 (2004 - $400,000) mortgage receivable from The YMCA of Wood Buffalo, A Society. This amount will be received over the next three years in yearly installments of $100,000. As such, this amount does not represent cash currently available for capital expenditures.

11. Long-term debt:

	2005 ($000)	2004 ($000)
Alberta Municipal Finance Corporation debentures, interest rates vary from 9.38% to 12.0%. Repayment terms vary from 7 years to 25 years	1,398	2,294
Less current portion	(896)	(896)
	502	1,398

Principal repayments of long-term debt are required as follows:

		($000)
Year ended August 31,	2006	896
	2007	377
	2008	114
	2009	11
		1,398

The debentures are secured against district school buildings having a net book value of $31,615,340.

12. Restricted operating reserves:

	2005 ($000)	2004 ($000)
Board and system administration	133	164
System instruction support	354	441
	487	605

13. Unamortized capital allocations:

Unamortized capital allocations (UCA) represent the district's net investment in supported capital assets. Capital allocations are increased by the principal portion of debenture debt repayments and by expenditures made from the deferred capital allocations account. Capital allocations are amortized over the same period of time as the related assets.

Changes in unamortized capital allocations may be summarized as follows:

	2005 ($000)	2004 ($000)
Balance, beginning of year	28,050	25,402
Debenture support received	896	1,102
Capital asset expenditures	1,180	4,136
Less amortization of capital allocations	(1,785)	(1,655)
Unamortized capital allocations affected by a disposal		(935)
Balance, end of year	28,341	28,050

14. Supplementary cash flow information

Interest paid and received:

	2005 ($000)	2004 ($000)
Interest paid	206	315
Interest received	141	131

15. Budget amounts:

The budget was prepared by district management with Board of Trustees' approval given on June 22, 2004. It is presented for information purposes only and has not been audited.

---

16. Contingent assets:

The district is a member of The Urban Schools Insurance Consortium (USIC) which facilitates the placement of property and liability insurance coverage for thirteen jurisdictions throughout the province of Alberta. Premium rebates are received from favorable claims experience and accumulated by the consortium to self-insure a portion of the members' risk. The district's share of the accumulated consortium funds as at August 31, 2005 was $255,330 (2004 - $184,465). This contingent asset is not recorded in the accounts of the district. Amounts paid to USIC are recorded as insurance expense in the year paid.

17. Contingent liabilities:

The district, in the conduct of its normal activities, has been named a defendant in a legal proceeding. While the ultimate outcome of this proceeding cannot be predicted at this time, it is the opinion of management that adequate provision for these proceeding has been made in the district's accounts. It is believed that the resolution of the proceeding will not have a material effect on the financial position of the district, however, should any additional loss result from its resolution such amounts would be expensed as the related amounts become known.

18. Financial instruments:

The district's financial instruments consist of cash, accounts receivable, mortgage receivable, accounts payable, accrued liabilities and long-term debt.

The carrying amount of cash and temporary investments, accounts receivable, accounts payable and accrued liabilities approximates their fair value due to the short-term maturities of these items.

The fair value of the district's long-term mortgage receivable described in Note 4 has been estimated at $275,896 (2004 - $358,752) using expected future cash flows, discounted at rates which factor in the risk associated with the investment. The district has not written down the value of the long-term mortgage receivable to fair value as at August 31, 2005 as it believes the carrying amount reflects the face value as shown in the legal contract.

The fair value of the district's fixed rate long-term debt is also approximated by its carrying value, as there have been no significant changes in lending rates or other conditions.

18. Financial instruments (continued):

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the district manages exposure through its normal operating and financing activities. The district is not exposed to interest rate risk primarily because debt is support by government agencies.

Unless otherwise noted, it is management's opinion that the district is not exposed to significant interest, currency or credit risks arising from these financial instruments.

19. Operating lease commitments:

The following operating lease payments are required under the terms of leases expiring through 2011:

2006	178,059
2007	178,059
2008	178,059
2009	168,798
2010	14,022
2011	13,286

20. Comparative figures:

Certain comparative figures have been reclassified to conform with the current year presentation. Operating surplus and restricted operating reserves have been segregated on the statement of financial position and the statement of changes in net assets.

SCHEDULE A to the AFS

School Jurisdiction Cod 3260

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$34,966,755	$31,787,063	$0	$1,122,229	$2,057,463	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$976,483	$0	$976,483			
(3)	Regular Operations & Maintenance support	$3,424,420		$3,424,420			
(4)	Other support	$0	$0	$0			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$4,400,903	$0	$4,400,903			
(6)	**Alberta Finance**	$205,944		$205,944			$0
(7)	**Other - Government of Alberta**	$109,711	$109,711	$0	$0	$0	$0
(8)	**Federal Government and/or First Nations**	$266,268	$252,955	$0	$0	$13,313	$0
(9)	**Other Alberta school authorities**	$0	$0	$0	$0	$0	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12)	**Instruction resource fees**	$245,916	$245,916				
(13)	**Transportation fees**	$198,471			$198,471		
(14)	**Other sales and services**	$2,675	$2,675	$0	$0	$0	$0
(15)	**Investment income**	$87,933	$74,742	$4,397	$4,397	$4,397	$0
(16)	**Gifts and donations**	$166,135	$166,135	$0	$0		$0
(17)	**Rentals of facilities**	$22,180	$0	$22,180	$0	$0	$0
(18)	**Net school generated funds**	$716,095	$716,095			$0	
(19)	**Gains on disposal of capital assets**	$24,362	$0	$24,362	$0	$0	$0
(20)	**Amortization of capital allocations**	$1,785,603	$0	$1,785,603	$0		$0
(21)	**TOTAL REVENUES**	$43,198,951	$33,355,292	$6,443,389	$1,325,097	$2,075,173	$0
	EXPENSES						
(22)	**Certificated salaries**	$17,955,492	$17,955,492			$0	$0
(23)	**Certificated benefits**	$2,919,397	$2,919,397			$0	$0
(24)	**Uncertificated salaries and wages**	$8,285,021	$5,863,581	$1,642,331	$37,566	$941,543	$0
(25)	**Uncertificated benefits**	$2,012,677	$1,395,019	$381,426	$6,053	$230,179	$0
(26)	**SUB - TOTAL**	$31,172,587	$27,933,489	$2,023,757	$43,619	$1,171,722	$0
(27)	**Services, contracts & supplies**	$9,127,354	$4,307,509	$2,897,382	$1,387,472	$534,991	$0
(28)	**Cost recoveries & charges to programs**	$0	$0	$0	$0	$0	$0
(29)	**Net school generated funds**	$716,095	$716,095				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$1,785,603	$0	$1,776,350	$0	$9,253	$0
(31)	Unsupported	$371,555	$90,038	$246,807	$0	$34,710	$0
(32)	Total Amortization	$2,157,158	$90,038	$2,023,157	$0	$43,963	$0
	Interest on capital debt						
(33)	Supported	$205,944	$0	$205,944	$0	$0	$0
(34)	Unsupported	$0	$0	$0	$0	$0	$0
(35)	Other interest charges	$8,984	$0	$8,984	$0	$0	$0
(36)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37)	**TOTAL EXPENSES**	$43,388,122	$33,047,131	$7,159,224	$1,431,091	$1,750,676	$0
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	($189,171)	$308,161	($715,835)	($105,994)	$324,497	$0

School Jurisdiction Code: 3260

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$1,413,195
Base Instruction (Gr 1-12)	$20,736,599
Outreach Programs	$52,020
Home Education	$17,693
Differential Cost Funding *	$11,258,043
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$38,080
Federal French Funding	$50,609
Provincial Priority Targeted Funding	
Class Size Initiative	$541,970
Student Health Initiative (SHI)	$3,893
Alberta Initiative for School Improvement (AISI)	$525,189
High Speed Networking	$0
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe)	$329,464
Total Alberta Education Revenues	$34,966,755

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 3260

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$2,783,446	$1,483,780	$1,313,307		$0	$90,038	$5,670,571
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$0	$227,191	$129,254		$0		$356,445
ECS Program Unit (PUF)	$0	$1,024,162	$315,667		$0		$1,339,829
Severe Disabilities (Gr 1-12)	$768,017	$2,547,206	$7,916		$0		$3,323,139
English as a Second Language	$0	$265,585	$0		$0		$265,585
French Language Program & Francisation (all jurisdictions)	$0	$50,609	$0		$0		$50,609
First Nations, Metis and Inuit Education (ECS - Gr 12)	$180,773	$35,608	$31,406		$0		$247,787
Home Education	$0	$17,693	$0		$0		$17,693
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$325,033	$59,202	$140,954	$0	$0		$525,189
Student Health Initiative	$0	$0	$3,893		$0		$3,893
High Speed Networking			$0		$0		$0
Class Size	$533,733	$1,237	$7,000	$0	$0		$541,970
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$16,283,888	$1,346,327	$2,366,384	$38,080	$0	$716,095	$20,704,421
TOTAL EXPENSES	$20,874,890	$7,058,600	$4,315,781	$38,080	$0	$806,133	$33,047,131

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	0.0	0.0
ECS Program Unit (PUF)	0.0	21.0
Severe Disabilities (Gr 1-12)	17.0	72.0

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 3260

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	**$43,388,122**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.87%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$2,113,002
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		**$2,113,002**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,750,676
PLUS: transfers to Restricted - Operating (Board/System Administration)	$324,497
LESS: transfers from Restricted - Operating (Board/System Administration)	-$324,497
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,750,676
MAXIMUM EXPENSE LIMIT	$2,113,002
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$362,326

School Jurisdiction Code: 3260

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$764,143
Source of Net School Generated Funds:				
Fundraising activities	$1,019,548	$333,932	$685,616	
Student fees (Non-Instructional) (Note 2)	$0		$0	
Donations and grants to schools	$24,305		$24,305	
Other (describe)	$0	$0	$0	
Net Additions to SGF	$1,043,853	$333,932		$709,921
Net SGF Available for Discretionary Spending				$1,474,064
Application of Net School Generated Funds:				
Extra-curricular activities			$569,075	
School beautification			$0	
Field Trips			$0	
Equipment			$142,802	
Family literacy and other community resources			$0	
Other (describe) Library resources			$4,218	
Net SGF Expended for Discretionary Purposes (Note 3)				$716,095
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$757,969

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 3260

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$1,227,412	$287,273	$0	$0	$127,646	$1,642,331		$1,642,331
Uncertificated benefits	$288,278	$69,000	$0	$0	$24,148	$381,426		$381,426
Sub-total Remuneration	$1,515,690	$356,273	$0	$0	$151,794	$2,023,757		$2,023,757
Contracted Services	$2,375	$603,177	$0	$976,483	$0	$1,582,035		$1,582,035
Supplies	$4,486	$196,088	$0	$0	$0	$200,574		$200,574
Electricity			$541,083			$541,083		$541,083
Natural Gas/Heating Fuel			$481,233			$481,233		$481,233
Sewer and Water			$73,851			$73,851		$73,851
Telecommunications			$18,606			$18,606		$18,606
Insurance					$0	$0		$0
Amortization of capital assets								
Supported							$1,776,350	$1,776,350
Unsupported						$246,807		$246,807
Total Amortization						$246,807	$1,776,350	$2,023,157
Interest on capital debt								
Supported							$205,944	$205,944
Unsupported				$0		$0		$0
Other interest charges						$8,984		$8,984
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$1,522,551	$1,155,538	$1,114,773	$976,483	$151,794	$5,176,930	$1,982,294	$7,159,224
SQUARE METRES								
School Buildings								55,199.5
Non School Buildings								5,916.8
UNCERTIFICATED FTE'S (Board/Contract)	32.8	5.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 3260

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Jeff Thompson	0.8	$9,874	$322	$5,459			$15,655	$10,057
Name	Sharon Clarkson	0.2	$1,754	$58	$838			$2,650	$123
Other Board Members:									
Name	Glenn Doonanco	0.8	$9,411	$321	$4,495			$14,227	$7,387
Name	Rhonda Reich	1.0	$11,390	$391	$5,441			$17,222	$10,380
Name	Angela Adams	0.8	$9,411	$321	$4,495			$14,227	$5,129
Name	Glenn Cooper	0.8	$9,411	$328	$4,495			$14,234	$5,784
Name	Jeff Thompson	0.2	$1,836	$80	$0			$1,916	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*4.6*	*$53,087*	*$1,821*	*$25,223*			*$80,131*	*$38,860*
Superintendent	Kathleen Rhyason	1.0	$140,717	$40,332	$10,200	$0	$0	$191,249	$11,801
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Allan Kallal	1.0	$119,736	$30,190	$6,000	$0	$0	$155,926	$16,629
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		249.9	$17,955,492	$2,919,397	$0	$0	$0	$20,874,889	
Uncertificated Salaries & Wages		222.3	$8,285,021	$1,951,195	$0	$0	$0	$10,236,216	
TOTALS			**$26,554,053**	**$4,942,935**	**$41,423**	**$0**	**$0**	**$31,538,411**	

Note: Please refer to completion information on page 15

School Jurisdiction Code: 1250

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Fort Vermilion School Division No. 52
Legal Name of School Jurisdiction

P.O. Bag # 1, Fort Vermilion, Alberta T0H 1N0
Mailing Address

Phone : 1-780-927-3766 Fax : 1-780-927-4625
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Fort Vermilion School Division No. 52
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mr. Wally Schroeder — "ORIGINAL SIGNED"
Name — **Signature**

SUPERINTENDENT

Mr. Roger Clarke — "ORIGINAL SIGNED"
Name — **Signature**

SECRETARY TREASURER OR TREASURER

Mr. Jeff Perry — "ORIGINAL SIGNED"
Name — **Signature**

29-Nov-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

MEYERS NORRIS PENNY LLP

AUDITORS' REPORT

To the Board of Trustees of

FORT VERMILION SCHOOL DIVISION NO. 52

We have audited the statement of financial position of the **Fort Vermilion School Division No. 52** as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2005 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Meyers Norris Penny LLP

October 28, 2005
Leduc, Alberta

CHARTERED ACCOUNTANTS

School Jurisdiction Code: 1250

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$1,353,333	$860,436
Accounts receivable (net after allowances)		$3,119,837	$3,358,269
Prepaid expenses		$200,123	$432,424
Other current assets		$83,307	$99,964
Total current assets		$4,756,600	$4,751,093
School generated assets		$393,324	$288,193
Trust assets		$130,535	$90,176
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$712,077	$712,077
Buildings	$74,405,773		
Less: accumulated amortization	($21,901,162)	$52,504,611	$50,967,881
Equipment	$5,527,163		
Less: accumulated amortization	($3,450,632)	$2,076,531	$2,564,631
Vehicles	$5,305,197		
Less: accumulated amortization	($3,314,921)	$1,990,276	$2,081,217
Total capital assets		$57,283,495	$56,325,806
TOTAL ASSETS		$62,563,954	$61,455,268
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$2,417,193	$2,433,696
Deferred revenue		$360,732	$255,683
Deferred capital allocations		$350,422	$1,937,529
Current portion of all long term debt		$1,252,427	$1,350,709
Total current liabilities		$4,380,774	$5,977,617
School generated liabilities		$393,324	$288,193
Trust liabilities		$130,535	$90,176
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$5,206,869	$6,557,578
	Less: Current portion of supported debt	($1,252,427)	($1,350,709)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$44,610,611	$41,527,760
Total long term liabilities		$49,088,912	$47,112,998
TOTAL LIABILITIES		$53,469,686	$53,090,615
NET ASSETS			
Unrestricted net assets		$0	$0
Operating Reserves		$926,764	$56,204
Accumulated Operating Surplus (Deficit)		$926,764	$56,204
Investment in capital assets		$7,466,012	$8,240,464
Capital Reserves		$701,492	$67,985
Total Capital Funds		$8,167,504	$8,308,449
Total net assets		$9,094,268	$8,364,653
TOTAL LIABILITIES AND NET ASSETS		$62,563,954	$61,455,268

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 1250

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$30,726,678	$29,347,175	$28,549,453
Federal Government and/or First Nations	$3,059,972	$3,113,030	$3,237,498
Other Alberta school authorities	$143,533	$143,533	$140,719
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$57,790	$48,000	$54,394
Transportation fees	$0	$0	$0
Other sales and services	$110,399	$170,057	$127,005
Investment income	$58,836	$10,000	$4,175
Gifts and donations	$0	$0	$0
Rentals of facilities	$435,540	$180,000	$313,855
Net school generated funds	$163,745	$225,000	$71,693
Gains on disposal of capital assets	$0	$0	$5,310
Amortization of capital allocations	$2,590,689	$2,614,716	$2,566,173
Total Revenues	$37,347,182	$35,851,511	$35,070,275
EXPENSES			
Certificated salaries	$15,668,131	$15,534,145	$15,574,384
Certificated benefits	$1,701,324	$1,752,319	$1,625,125
Uncertificated salaries and wages	$6,936,625	$6,728,802	$6,617,862
Uncertificated benefits	$1,220,513	$1,360,761	$1,158,775
Services, contracts and supplies	$6,620,917	$6,200,388	$6,766,935
Net school generated funds	$163,745	$225,000	$71,693
Capital and debt services			
Amortization of capital assets			
Supported	$2,590,689	$2,614,716	$2,566,173
Unsupported	$1,120,057	$885,591	$1,226,541
Total Amortization of capital assets	$3,710,746	$3,500,307	$3,792,714
Interest on capital debt			
Supported	$585,112	$638,072	$729,001
Unsupported	$0	$0	$0
Total interest on capital debt	$585,112	$638,072	$729,001
Other interest charges	$1,011	$0	$11,676
Losses on disposal of capital assets	$9,443	$0	$0
Total Expenses	$36,617,567	$35,939,794	$36,348,165
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$729,615	($88,283)	($1,277,890)
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$729,615	($88,283)	($1,277,890)

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 1250

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$729,615	($1,277,890)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($2,590,689)	($2,566,173)
Total amortization expense	$3,710,746	$3,792,714
Gains on disposal of capital assets	$0	($5,310)
Losses on sale of capital assets	$9,443	$0
Changes in accrued accounts:		
Accounts receivable	$238,432	($336,519)
Prepaids and other current assets	$248,958	($168,853)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($16,503)	$314,833
Deferred revenue	$105,049	($33,640)
Employee future benefit expense (recovery)	$0	$0
Other (describe) Non-cash transactions: net cap alloc / holdback	$1,779,332	($315,864)
Total sources (uses) of cash from Operations	$4,214,383	($596,702)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($4,870,835)	($2,255,915)
Equipment	($327,107)	($199,570)
Vehicles	($390,503)	($352,643)
Net proceeds from disposal of capital assets	$99,661	$40,448
Other (describe) Non-cash transaction: net holdback	($616,373)	$769,814
Total sources (uses) of cash from Investing activities	($6,105,157)	($1,997,866)
C. FINANCING ACTIVITIES		
Capital allocations	$3,546,630	$4,130,186
Issue of long term debt	$0	$0
Repayment of long term debt	($1,350,709)	($1,390,832)
Add back: supported portion	$1,350,709	$1,390,832
Other (describe) Non-cash transaction: net capital allocations	($1,162,959)	($453,950)
Total sources (uses) of cash from Financing activities	$2,383,671	$3,676,236
Net sources (uses) of cash during year	$492,897	$1,081,668
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$860,436	($221,232)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$1,353,333	$860,436

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.

2 Cash and temporary investments are net of cash obligations.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

School Jurisdiction 1250

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$8,364,653	$8,240,464	$0	$124,189	$56,204	$19,127	$0	$12,133	$0	$0	$0	$36,725	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug 31, 2004	$8,364,653	$8,240,464	$0	$124,189	$56,204	$19,127	$0	$12,133	$0	$0	$0	$36,725	$0	$0
Surplus(def) of revenue over expense	$729,615		$729,615											
Board funded capital transactions		$454,709	($454,709)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($3,710,746)	$3,710,746											
Amortization of capital allocations		$2,590,689	($2,590,689)											
Disposal of unsupported capital asset	$0	($109,104)	$9,443	$99,661		$15,761		$2,020		$48,100		$33,780		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($870,560)	$870,560	$870,560		$0		$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			($865,321)	$865,321		$239,400		$151,011		$140,428		$334,482		$0
Net transfers from capital reserves			$331,475	($331,475)		$0		$0		$0		($331,475)		$0
Balance at August 31, 2005	$9,094,268	$7,466,012	$0	$1,626,256	$926,764	$274,288	$0	$165,164	$0	$188,528	$0	$73,512	$0	$0

School Jurisdiction Code: 1250

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$1,937,529	$41,527,760
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$1,937,529	$41,527,760
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$3,523,217	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$23,413	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$1,350,709
Expended capital allocations - current year	($5,133,737)	$5,133,737
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$810,906
Capital allocations amortized to revenue		$2,590,689
Balance at August 31, 2005	$350,422	$44,610,611

1. Authority and Purpose

The School Division delivers education programs under the authority of the *School Act*, Chapter S-3, Statutes of Alberta, January 1, 2002. It is not taxable under Section 149(1) of the *Income Tax Act*.

The jurisdiction receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on administration expenses and is permitted to reallocate funding within the Alberta Learning instruction and support block areas.

2. Significant Accounting Policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Revenue Recognition

Fort Vermilion School Division No. 52 (the "School Division") follows the deferral method of accounting for contributions.

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

The School Division amortizes grants received for construction and acquisition of capital assets as revenue on the same basis that the cost of the assets is amortized as expense. Since the receipt of the grants does not coincide with the amortization of the cost, the unamortized portion of the grants are recorded as a liability on the statement of financial position. These capital allocations are recorded as deferred capital contributions until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the grant.

2. Significant Accounting Policies *(continued)*

Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for school supplies, which will be consumed subsequent to year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

Capital Assets

Capital assets are stated at cost and amortized over the estimated useful lives of the assets on a straight-line basis at the following rates:

Buildings	25 and 40 years
Equipment	5 and 10 years
Vehicles	5 and 10 years
Land Improvements	20 years

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset. No amortization is taken in the year of acquisition.

School Generated Funds

Funds generated from school-based activities are included in assets, liabilities, revenues and expenses of the School Division because the accountability, control and ownership of these funds rest with the School Division. These funds are usually collected and retained at the school for expenditures paid at the school level.

Vacation Pay

Vacation Pay is accrued in the period in which the employee earns the benefit.

Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the School Division does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $19,944 for the year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1,288,924,000 (2003 deficiency of $1,453,487,000).

During the year, the Division became a member of the registered Supplemental Integrated Pension Plan (SiPP). The plan provides supplementary pension plan benefits to a prescribed class of employees in addition to Local Authorities Pension Plan or Alberta Teacher Retirement Fund.

There are three employees who are eligible to participate in the plan; all are currently participating.

2. Significant Accounting Policies *(continued)*

Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

Financial Instruments

The School Division's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, school generated assets and liabilities, trust assets and liabilities, and long-term debt. It is management's opinion that the School Division is not exposed to significant interest, currency, or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

Accounts receivable from the provincial and federal governments represent 79% (56% - 2004) of total accounts receivable as at August 31. The School Division believes that there is minimal risk associated with the collection of these amounts. The School Division performs regular credit assessments of its customers and provides allowances for potentially uncollectible accounts receivable.

Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the School Division, or externally, to set aside funds for future operating and capital expenditures. Such reserves are appropriations of accumulated surplus.

Surpluses identified from school operations are transferred to reserves subject to the availability of unrestricted net assets, and transferred from reserves when the use of the funds have been identified by the schools. See Note 11 for details on reserve balances.

2. Significant Accounting Policies *(continued)*

Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Where measurement uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. Actual results could vary from those estimates.

The School Division receives revenue from First Nations for tuition and transportation of students. At August 31, 2005, the School Division showed accounts receivable in the amount of $415,484 (2004 - $1,099,400) relating to this revenue. The amounts charged to the First Nations is based upon the number of students and average cost of education which are determined by the Division and subsequently approved by the First Nations and Department of Indian and Northern Affairs. Changes related to the average cost of education are negotiated between the parties, and adjusted in the period in which they are determined.

3. Accounts Receivable

	2005	2004
Province of Alberta	$ 2,243,141	$ 1,634,149
Federal Government and/or First Nations	658,414	1,099,400
Other	218,282	614,720
Other Alberta School Jurisdictions	-	10,000
	$ 3,119,837	$ 3,358,269

Of the above amount, $189,148 has been outstanding for more than one year.

4. Bank Indebtedness

The School Division has negotiated a line of credit in the amount of $2,000,000 that bears interest at prime less 0.25% and is secured by a borrowing bylaw and a security agreement. There was no balance outstanding on the line of credit at August 31, 2005.

5. Accounts Payable and Accrued Liabilities

	2005	2004
Trade and other	$ 1,872,665	$ 1,858,719
Province of Alberta	309,446	390,279
Federal Government and/or First Nations	235,082	184,698
	$ 2,417,193	$ 2,433,696

6. Deferred Revenue

The following amounts have been deferred and will be recognized as income to match the expenditures as incurred.

	2005	2004
AISI Project	$ 233,386	$ 218,635
Classroom Resources	72,000	-
Modernization Block Funding (formerly BQRP)	45,787	(114,170)
Other amounts	9,559	4,788
FNMI School-Community Learning Environment Project	-	75,000
Program Unit Grant	-	37,042
Child Circle	-	34,388
	$ 360,732	$ 255,683

7. Trust Assets and Trust Liabilities

Student Health Initiative

The Division is the banker board for their geographical area's Student Health Initiative Partnership. As of August 31, 2005, the Division held $130,535 in trust for this initiative (2004 – $90,176).

8. Long-term Debt

	2005	2004
Alberta Municipal Finance Corporation debenture debt repayable in annual installments including interest at rates varying between 7.5 and 12.0%. The debentures are fully supported by Alberta Finance. Interest paid on long-term debt during 2005 was $665,944 (2004 - $810,934).	$ 5,206,869	$ 6,557,578
Less current portion	(1,252,427)	(1,350,709)
	$ 3,954,442	$ 5,206,869

Principal repayment requirements are estimated as follows:

2005/2006	1,252,427
2006/2007	1,208,787
2007/2008	793,121
2008/2009	559,880
2009/2010	425,341
To maturity	967,313
	$ 5,206,869

The current portion of long-term debt consists entirely of amounts payable by Alberta Finance on supported debt; therefore the working capital (current assets minus current liabilities) is understated by this amount.

9. Deferred Capital Allocations

Deferred capital allocations represent externally restricted supported capital funds provided for a specific capital purpose that have been received or are receivable by the School Division, but the related expenditure has not yet been made at year-end. These unspent deferred capital allocations are not amortized until the expenditure has been made and it is at that time that the balance is transferred to the unamortized capital allocations account.

10. Unamortized Capital Allocations

Unamortized capital allocations represent externally restricted supported capital funds that have been spent, but have yet to be amortized over the useful life of the applicable capital asset to which the restricted capital allocations apply. The unamortized capital allocations account balance is increased by transfers of previously deferred capital allocations now spent, as well as fully-supported debentured capital funds, as the principal is repaid. Since the receipt of the funding does not coincide with the amortization of the cost, the unamortized portion of the grants are recorded as a liability on the statement of financial position.

11. Reserves

	2005	2004
Capital Reserves		
Vehicles	$ 196,376	$ 55,852
Buildings	174,934	9,933
Land	2,200	2,200
Equipment	327,982	-
	701,492	67,985
Operating Reserves		
Divisional equipment	-	56,204
School operating budgets	926,764	-
	926,764	56,204
Unrestricted Net Assets	-	-
	$ 1,628,256	$ 124,189

12. Department of Indian and Northern Affairs School

The School Division operates the Upper Hay River Day School under an agreement with the Department of Indian and Northern Affairs Canada (INAC) and the North Peace Tribal Council. Under the terms of the agreement the School Division is responsible for all instructional costs and custodial salaries and supplies, for which they are reimbursed. These revenues and expenses, which are included in the statement of revenues and expenses as part of External Services, are summarized as follows:

	2005	2004
Revenue		
INAC and North Peace Tribal Council	$ 966,465	$ 1,138,298
Rental income	11,160	12,600
Transfer from (to) deferred revenue	(40,386)	(88,922)
Allocated for future purchase	(15,000)	(10,000)
	922,239	1,051,976
Operating expenditures		
Instructional	752,408	828,717
Custodial supplies and salaries	70,205	73,999
	822,613	902,716
Capital expenditures		
Repairs and maintenance to residences	12,529	-
Supernet technology	-	58,988
	12,529	58,988
Administration fee	87,097	90,272
	922,239	1,051,976
Excess of Revenue over Expenditures	$ -	$ -

13. Budgeted Amounts

The budget was prepared by the School Division and approved by the Board of Trustees in January 2005. It is presented for information purposes only and has not been audited.

14. Economic Dependence on Related Third Party

The School Division's primary sources of revenue are from the Alberta and Federal Governments. The School Division's ability to continue viable operations is dependent upon this funding.

15. Related Party Transactions

In order to facilitate the transition from the former Secretary-Treasurer to the current Secretary-Treasurer, the School Division purchased a house from the former Secretary-Treasurer in July 2004, and sold it to the current Secretary-Treasurer in October 2004. The proceeds on eventual sale of the house were included in accounts receivable at August 31, 2004. These transactions were measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties, and no gain or loss was reported on the sale.

16. Comparative Figures

Certain of the prior year's comparative figures have been reclassified to conform to the current year's presentation.

SCHEDULE A to the AFS

School Jurisdiction Cod 1250

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$27,659,979	$22,947,627	$1,100,365	$2,012,796	$1,599,191	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$402,602	$0	$402,602			
(3)	Regular Operations & Maintenance support	$1,682,707		$1,682,707			
(4)	Other support	$0	$0	$0			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$2,085,309	$0	$2,085,309			
(6)	**Alberta Finance**	$585,112		$585,112			$0
(7)	**Other - Government of Alberta**	$396,278	$396,278	$0	$0	$0	$0
(8)	**Federal Government and/or First Nations**	$3,059,972	$1,694,202	$257,904	$198,155	$0	$909,711
(9)	**Other Alberta school authorities**	$143,533	$143,533	$0	$0	$0	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12)	**Instruction resource fees**	$57,790	$57,790				
(13)	**Transportation fees**	$0			$0		
(14)	**Other sales and services**	$110,399	$40,326	$7,444	$62,129	$500	$0
(15)	**Investment income**	$58,836	$44,713	$6,046	$4,276	$3,801	$0
(16)	**Gifts and donations**	$0	$0	$0	$0		$0
(17)	**Rentals of facilities**	$435,540	$183,830	$168,317	$83,393	$0	$0
(18)	**Net school generated funds**	$163,745	$163,745			$0	
(19)	**Gains on disposal of capital assets**	$0	$0		$0	$0	$0
(20)	**Amortization of capital allocations**	$2,590,689	$0	$2,590,689	$0		$0
(21)	**TOTAL REVENUES**	$37,347,182	$25,672,044	$6,801,186	$2,360,749	$1,603,492	$909,711
	EXPENSES						
(22)	**Certificated salaries**	$15,668,131	$15,033,639			$210,470	$424,022
(23)	**Certificated benefits**	$1,701,324	$1,642,776			$16,057	$42,491
(24)	**Uncertificated salaries and wages**	$6,936,625	$3,622,920	$1,231,974	$1,235,832	$641,578	$204,321
(25)	**Uncertificated benefits**	$1,220,513	$643,265	$200,791	$230,088	$95,520	$50,849
(26)	**SUB - TOTAL**	$25,526,593	$20,942,600	$1,432,765	$1,465,920	$963,625	$721,683
(27)	**Services, contracts & supplies**	$6,620,917	$3,317,854	$1,989,756	$741,628	$470,748	$100,931
(28)	**Cost recoveries & charges to programs**	$0	$126,275	$0	($126,275)	($87,097)	$87,097
(29)	**Net school generated funds**	$163,745	$163,745				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$2,590,689	$0	$2,590,689	$0	$0	$0
(31)	Unsupported	$1,120,057	$245,031	$402,330	$334,482	$138,214	$0
(32)	Total Amortization	$3,710,746	$245,031	$2,993,019	$334,482	$138,214	$0
	Interest on capital debt						
(33)	Supported	$585,112	$0	$585,112	$0	$0	$0
(34)	Unsupported	$0	$0	$0	$0	$0	$0
(35)	Other interest charges	$1,011	$970	$0	$0	$41	$0
(36)	Losses on disposal of capital assets	$9,443	$42	($1,400)	$10,801	$0	$0
(37)	**TOTAL EXPENSES**	$36,617,567	$24,796,517	$6,999,252	$2,426,556	$1,485,531	$909,711
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$729,615	$875,527	($198,066)	($65,807)	$117,961	$0

School Jurisdiction Code: 1250

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$798,576
Base Instruction (Gr 1-12)	$17,395,900
Outreach Programs	$156,060
Home Education	$10,362
Differential Cost Funding *	$6,960,096
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$36,613
Federal French Funding	$0
Provincial Priority Targeted Funding	
Class Size Initiative	$409,973
Student Health Initiative (SHI)	$240,167
Alberta Initiative for School Improvement (AISI)	$401,481
High Speed Networking	$180,018
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe): Operations and maintenance, other	$1,070,733
Total Alberta Education Revenues	$27,659,979

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 1250

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$1,546,388	$1,604,752	$998,094		$0	$93,954	$4,243,188
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$830,472	$40,092	$7,335		$0		$877,899
ECS Program Unit (PUF)		$125,954	$7,446		$0		$133,400
Severe Disabilities (Gr 1-12)	$337,376	$1,359,147	$140,964		$0		$1,837,487
English as a Second Language	$0	$79,277	$0		$0		$79,277
French Language Program & Francisation (all jurisdictions)	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education (ECS - Gr 12)	$74,232	$31,718	$71,032		$0		$176,982
Home Education	$27,855	$0	$20,525		$0		$48,380
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$220,438	$23,036	$158,007	$0	$0		$401,481
Student Health Initiative	$0	$160,885	$79,282		$0		$240,167
High Speed Networking			$0		$0		$0
Class Size	$0	$0	$0	$0	$0		$0
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$13,639,654	$841,326	$1,791,168	$36,639	$126,275	$152,089	$16,758,256
TOTAL EXPENSES	$16,676,415	$4,266,187	$3,273,853	$36,639	$126,275	$246,043	$24,796,517

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr	11.2	1.4
ECS Program Unit (PUF)	0.0	4.4
Severe Disabilities (Gr 1-12)	4.6	47.9

Note 1 Excludes Learning Resources

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets

School Jurisdiction Code: 1250

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES		**$36,617,567**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**5.40%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,977,349
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		**$1,977,349**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,485,531
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,485,531
MAXIMUM EXPENSE LIMIT	$1,977,349
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$491,818

School Jurisdiction Code: 1250

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$288,193
Source of Net School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$556,550	$442,783	$113,767	
Student fees (Non-Instructional) (Note 2)	$24,471		$24,471	
Donations and grants to schools	$54,704		$54,704	
Other (describe): Gym rental, field trips, hot lunch, etc	$250,748	$174,814	$75,934	
Net Additions to SGF	$886,473	$617,597		$268,876
Net SGF Available for Discretionary Spending				$557,069
Application of Net School Generated Funds:				
Extra-curricular activities			$34,067	
School beautification			$8,890	
Field Trips			$19,095	
Equipment			$30,197	
Family literacy and other community resources			$16,773	
Other (describe): Year book, bank charges, picnics, volunteer gifts, social funds, staff funds			$54,723	
Net SGF Expended for Discretionary Purposes (Note 3)				$163,745
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$393,324

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 1250

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$877,202	$266,230	$0	$0	$88,542	$1,231,974		$1,231,974
Uncertificated benefits	$140,151	$44,843	$0	$0	$15,797	$200,791		$200,791
Sub-total Remuneration	$1,017,353	$311,073	$0	$0	$104,339	$1,432,765		$1,432,765
Contracted Services	$43,628	$208,010	$0	$441,159	$74,981	$767,778		$767,778
Supplies	$99,400	$123,981	$0	$0	$1,505	$224,886		$224,886
Electricity			$520,475			$520,475		$520,475
Natural Gas/Heating Fuel			$394,087			$394,087		$394,087
Sewer and Water			$69,038			$69,038		$69,038
Telecommunications			$11,432			$11,432		$11,432
Insurance					$2,060	$2,060		$2,060
Amortization of capital assets								
Supported							$2,590,689	$2,590,689
Unsupported						$402,330		$402,330
Total Amortization						$402,330	$2,590,689	$2,993,019
Interest on capital debt								
Supported							$585,112	$585,112
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						($1,400)		($1,400)
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$1,160,381	$643,064	$995,032	$441,159	$182,885	$3,823,451	$3,175,801	$6,999,252
SQUARE METRES								
School Buildings								46,292.1
Non School Buildings								3,542.3
UNCERTIFICATED FTE'S (Board/Contract)	21.0	7.5						

Notes:

Custodial: All expenses related to activities undertaken to keep the school environment clean and safe.

Maintenance: All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.

Utilities & Telecommunications: All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.

Expensed Block Mod/I.M.P. & Portable Relocations: All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations.

Facility Planning & Operations Administration: All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.

Supported Capital & Debt Services: All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 1250

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Schroeder, Wally	1.0	$11,789	$142	$0			$11,931	$5,491
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Batt, Alison	1.0	$9,957	$320	$0			$10,277	$5,547
Name	Hoffman, Tom	1.0	$4,370	$43	$0			$4,413	$432
Name	Lambert, Keith	1.0	$12,009	$421	$0			$12,430	$6,027
Name	Lederer, Dale	0.8	$7,638	$234	$0			$7,872	$5,242
Name	Neudorf, Lena	1.0	$10,035	$299	$0			$10,334	$5,882
Name	Mitchell, Lisa	0.8	$9,512	$297	$0			$9,809	$2,602
Name	Wiebe, Bernard	1.0	$7,912	$218	$0			$8,130	$2,322
Name		0.0	$0	$0	$0			$0	$0
Name	Dimond, Grace	0.2	$2,115	$76	$0			$2,191	$1,187
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*7.8*	*$75,337*	*$2,050*	*$0*			*$77,387*	*$34,732*
Superintendent	Dropko, Ken	0.6	$95,633	$7,267	$2,917	$0	$0	$105,817	$16,585
Superintendent	Clarke, Roger	0.4	$48,373	$7,197	$2,083	$0	$0	$57,653	$2,990
Secretary/Treasurer	Perry, Jeff	1.0	$88,434	$22,701	$4,583	$0	$0	$115,718	$6,714
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		0.0	$15,449,640	$1,691,721	$0	$0	$74,485	$17,215,846	
Uncertificated Salaries & Wages		0.0	$6,772,854	$1,190,901	$0	$0	$0	$7,963,755	
TOTALS			**$22,530,271**	**$2,921,837**	**$9,583**	**$0**	**$74,485**	**$25,536,176**	

Note: Please refer to completion information on page 15

School Jurisdiction Code 2155

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Golden Hills School Division No. 75

Legal Name of School Jurisdiction

435 A Highway #1, Strathmore, AB, T1P 1J4

Mailing Address

Telelephone (403) 934-5121 Facsimile (403) 934-5125

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Golden Hills School Division No. 75
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

W. Golbeck "ORIGINAL SIGNED"
Name **Signature**

SUPERINTENDENT

D. McBeth "ORIGINAL SIGNED"
Name **Signature**

SECRETARY TREASURER OR TREASURER

E. Latka "ORIGINAL SIGNED"
Name **Signature**

13-Dec-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

GHA

GREGORY,
HARRIMAN
& ASSOCIATES
PROFESSIONAL ACCOUNTANTS

Karen A. Gregory
B.A., B.Comm., C.A.
Professional Corporation

Shelley Harriman
Certified General Accountant
Professional Corporation

AUDITORS' REPORT

To the Board of Trustees
Golden Hills School Division No.75

We have audited the statement of financial position of the Golden Hills School Division No.75 as at August 31, 2005, and the statement of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2005, and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Gregory Harriman & Associates

Strathmore, Alberta
December 5, 2005

Gregory, Harriman and Associates
Professional Accountants

School Jurisdiction Code: 2155

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$45,440	$36,514
Accounts receivable (net after allowances)		$4,354,059	$3,838,736
Prepaid expenses		$337,475	$618,676
Other current assets		$104,675	$102,509
Total current assets		$4,841,649	$4,596,435
School generated assets		$847,992	$720,963
Trust assets		$326,405	$447,638
Long term accounts receivable			$0
Long term investments			$0
Capital assets			
Land		$677,202	$677,202
Buildings	$69,122,282		
Less: accumulated amortization	($30,499,154)	$38,623,128	$37,885,699
Equipment	$3,292,332		
Less: accumulated amortization	($1,551,775)	$1,740,557	$1,658,871
Vehicles	$3,714,866		
Less: accumulated amortization	($2,433,193)	$1,281,673	$1,338,846
Total capital assets		$42,322,560	$41,560,618
TOTAL ASSETS		$48,338,606	$47,325,654
LIABILITIES			
Current liabilities			
Bank indebtedness		$1,214,662	$1,447,014
Accounts payable and accrued liabilities		$1,711,754	$2,554,016
Deferred revenue		$1,283,726	$539,749
Deferred capital allocations		$303,761	$322,723
Current portion of all long term debt		$771,358	$890,687
Total current liabilities		$5,285,261	$5,754,189
School generated liabilities		$847,992	$720,963
Trust liabilities		$326,405	$447,638
Employee future benefits liability			$0
Long term payables and accrued liabilities			$0
Long term debt			
Supported: Debentures and other supported debt		$4,208,211	$5,047,084
Less: Current portion of supported debt		($670,470)	($838,874)
Unsupported: Debentures and Capital Loans		$2,559,240	$1,008,000
Capital Leases		$673	$3,813
Mortgages			
Less: Current portion of unsupported debt		($100,888)	($51,813)
Unamortized capital allocations		$31,447,085	$31,591,253
Total long term liabilities		$38,618,248	$37,928,064
TOTAL LIABILITIES		$43,903,509	$43,682,253
NET ASSETS			
Unrestricted net assets		$269,320	($212,930)
Operating Reserves		$0	$0
Accumulated Operating Surplus (Deficit)		$269,320	($212,930)
Investment in capital assets		$4,118,090	$3,808,644
Capital Reserves		$47,687	$47,687
Total Capital Funds		$4,165,777	$3,856,331
Total net assets		$4,435,097	$3,643,401
TOTAL LIABILITIES AND NET ASSETS		$48,338,606	$47,325,654

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 2155

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$47,874,752	$45,408,180	$44,288,454
Federal Government and/or First Nations	$2,119,869	$1,957,986	$1,710,265
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$92,232	$47,000	$115,633
Instruction resource fees	$552,754	$416,054	$570,088
Transportation fees	$0	$0	$0
Other sales and services	$1,837,035	$384,680	$338,176
Investment income	$60,215	$78,700	$40,386
Gifts and donations	$6,775	$0	$1,698
Rentals of facilities	$85,443	$83,442	$88,235
Net school generated funds	$2,079,090	$2,200,000	$1,853,873
Gains on disposal of capital assets	$16,416	$0	$7,953
Amortization of capital allocations	$2,498,665	$2,478,313	$2,513,882
Total Revenues	$57,223,246	$53,054,355	$51,528,643
EXPENSES			
Certificated salaries	$26,887,205	$25,040,863	$25,081,137
Certificated benefits	$2,968,315	$2,800,879	$2,794,318
Uncertificated salaries and wages	$8,606,491	$8,987,010	$8,167,842
Uncertificated benefits	$2,117,380	$1,842,018	$1,942,933
Services, contracts and supplies	$10,291,102	$8,873,642	$8,944,198
Net school generated funds	$2,079,090	$2,200,000	$1,853,873
Capital and debt services			
Amortization of capital assets			
Supported	$2,498,665	$2,478,313	$2,513,882
Unsupported	$376,588	$330,741	$383,659
Total Amortization of capital assets	$2,875,253	$2,809,054	$2,897,541
Interest on capital debt			
Supported	$439,108	$437,114	$534,442
Unsupported	$142,992	$62,750	$65,750
Total Interest on capital debt	$582,100	$499,864	$600,192
Other interest charges	$24,614	$1,025	$11,681
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$56,431,550	$53,054,355	$52,293,715
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$791,696	$0	($765,072)
Extraordinary Item			$70,129
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$791,696	$0	($694,943)

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 2155

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$791,696	($694,943)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($2,498,665)	($2,513,882)
Total amortization expense	$2,875,253	$2,897,541
Gains on disposal of capital assets	($16,416)	($7,953)
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($515,323)	($1,682,248)
Prepaids and other current assets	$279,035	($206,663)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($842,262)	$1,021,264
Deferred revenue	$743,977	$83,590
Employee future benefit expense (recovery)	$0	$0
Other (describe)		
Total sources (uses) of cash from Operations	$817,295	($1,103,294)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land		
Buildings	($3,127,890)	($462,334)
Equipment	($351,496)	($255,150)
Vehicles	($157,809)	($395,986)
Net proceeds from disposal of capital assets	$16,416	$7,953
Other (describe)		
Total sources (uses) of cash from Investing activities	($3,620,779)	($1,105,517)
C. FINANCING ACTIVITIES		
Capital allocations	$1,496,661	$269,019
Issue of long term debt	$1,622,853	
Repayment of long term debt	($913,626)	($1,067,033)
Add back: supported portion	$838,874	$962,081
Other (describe)		
Total sources (uses) of cash from Financing activities	$3,044,762	$164,067
Net sources (uses) of cash during year	$241,278	($2,044,744)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	($1,410,500)	$634,244
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	($1,169,222)	($1,410,500)

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.
2 Cash and temporary investments are net of cash obligations.

School Jurisdiction 2155

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$3,643,401	$3,808,644	($212,930)	$47,687				$47,687						
Prior period adjustments (describe)														
	$0			$0										
	$0			$0										
	$0			$0										
Adjusted Balance,Aug.31, 2004	$3,643,401	$3,808,644	($212,930)	$47,687	$0	$0	$0	$47,687	$0	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$791,696		$791,696											
Board funded capital transactions		$614,421	($614,421)	$0										
Direct credits to net assets	$0													
Amortization of capital assets		($2,875,253)	$2,875,253											
Amortization of capital allocations		$2,498,665	($2,498,665)											
Disposal of unsupported capital assets				$0										
Disposal of supported capital assets (board funded portion)				$0										
Debt principal payments (unsupported)		$71,613	($71,613)											
Net transfers to operating reserves			$0	$0										
Net transfers from operating reserves			$0	$0										
Net transfers to capital reserves			$0	$0										
Net transfers from capital reserves			$0	$0										
Balance at August 31, 2005	$4,435,097	$4,118,090	$269,320	$47,687	$0	$0	$0	$47,687	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 2155

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2004	$322,723	$31,591,253
Prior period adjustment		
Adjusted balance, August 31, 2004	$322,723	$31,591,253
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$1,419,534	
Other Government of Alberta		
Federal Government and/or First Nations		
Other sources		
Interest earned on provincial government capital allocations	$1,713	
Other capital grants and donations		
Proceeds on disposal of supported capital assets	$75,414	
Insurance proceeds		
Donated capital assets (amortizable, at Fair Market Value)		
Transferred in capital assets (amortizable, at Net Book Value)		
Current Year Debenture Principal Repayment		$838,874
Expended capital allocations - current year	($1,515,623)	$1,515,623
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		
Capital allocations amortized to revenue		$2,498,665
Balance at August 31, 2005	$303,761	$31,447,085

1) AUTHORITY AND PURPOSE

The Jurisdiction delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3.

The jurisdiction receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on administration expenses and is permitted to reallocate funding within the Alberta Learning instruction and support block areas.

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent upon future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Measurement Uncertainty

The jurisdiction identifies all assets and liabilities at their historical cost or value; with allowances for impairment recognized at the time the impairment can be reasonably estimable. Any difference between the estimated and the actual amount of the impairment is recognized at the time of final resolution.

b) Revenue recognition

Revenue is recognized as follows:

- Instruction and support allocations are recognized in the year to which they relate.
- Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.
- Unrestricted contributions are recognized as revenue when received and receivable.
- Contributions in-kind are recorded at fair market value when reasonably determinable.
- Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

c) Capital assets

Capital assets are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings and major modernization	2.5% to 4%
Minor modernization	10%
Vehicles and buses	10% to 20%
Equipment and furnishings	10% to 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset. Assets are amortized in the years following acquisition.

d) School generated funds

These are funds in the community that come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

e) Vacation pay

Vacation pay is accrued in the period in which the employee earns the benefit.

f) Pensions
Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year. The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Jurisdiction does not make pension contributions for certificated staff.

The Jurisdiction participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $510,201 for the year ended August 31, 2005 (2004 - $416,359).

g) Inventories
Inventories are recorded at the lesser of cost or net realizable value using the first-in, first-out method.

h) Prepaid expenses
Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

i) Contributed services
Volunteers contribute a considerable number of hours per year to various schools that are within the Jurisdiction to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

j) Investments
Investments are recorded at the lower of cost and market value.

k) Financial instruments
The Jurisdiction, as part of its operations, carries a number of financial instruments. These financial instruments consist of cash and temporary investments, accounts receivable, bank indebtedness, accounts payable and accrued liabilities and long term debt. These financial instruments may be exposed to the following risks:

1. Interest Rate Risk
Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Jurisdiction manages exposure through its normal operating and financing activities. The Jurisdiction is exposed to interest rate risk primarily through its operating line of credit. As at August 31, 2005, the fair market value of the Jurisdiction's outstanding bank indebtedness approximates its carrying value due to the debt's short-term maturities and variable interest rates. A 1% change in interest rates could increase or decrease interest expenses by approximately $ 23,917 on an annual basis.

2. Currency Risk
Currency risk in the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The jurisdiction from time to time carries on transactions requiring payment in a foreign currency. The jurisdiction believes that there is no unusual exposure associated with associated with these transactions.

3. Credit Concentration Risk
Accounts receivable from two parties represent 84% (2004 – 78%) of total accounts receivable as at August 31, 2005. The Jurisdiction believes that there is no unusual exposure associated with the collection of these receivables.

Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the *Trustees' Act*.

l) Operating and capital reserves
Reserves are established at the discretion of the Board of Trustees of the Jurisdiction or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

m) Foreign currency transactions

All assets and liabilities of operations denominated in currencies other than Canadian dollars have been translated into Canadian dollars at the rate of exchange in effect at the balance sheet date. Gains and losses resulting from the translation of assets and liabilities are reflected in net income. Revenue and expense accounts are translated at the average rates of exchange prevailing during the period.

3) COLLECTIVE AGREEMENTS

The jurisdiction currently has collective agreements with the Alberta Teachers Association Local #20 Canadian Union of Public Employees Local 2347 and the Canadian Union of Public Employees Local 1184 which expire August 31, 2005.

4) ACCOUNTS RECEIVABLE

ITEM		2005		2004
Province of Alberta	$	2,582,852	$	2,409,836
Federal Government		164704		254,850
Alberta Municipalities		8,243		9,520
Other		1,598,260		1,164,530
Total	**$**	**4,354,059**	**$**	**3,838,736**

5) CAPITAL ASSETS

Asset		Cost		Accumulated Amortization	Net Book Value			
						2005		2004
Land	$	677,202	$	-	$	677,202	$	677,202
Buildings		69,122,282		30,499,154		38,623,128		37,885,699
Vehicles		3,714,866		2,433,193		1,281,673		1,338,846
Equipment		3,292,332		1,551,775		1,740,557		1,658,871
Total	**$**	**76,806,682**		**34,484,122**	**$**	**42,322,560**	**$**	**41,560,618**

6) BANK INDEBTEDNESS

The Jurisdiction has negotiated a line of credit in the amount of $ 2,391,772 that bears interest at the bank prime rate less 0.25%. This line of credit, which is secured by a borrowing bylaw and a security agreement, covers all revenue of the Jurisdiction. The amount is not to exceed receivables of the Jurisdiction. The balance outstanding on the line of credit at August 31, 2005 was $ 1,214,662 (2004 - $1,447,014).

The total amount paid in interest for the year ending August 31, 2005 was $ 15,705 (2004 - $ 11,516)

7) ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

		2005		2004
Province of Alberta	$	210,769	$	215,839
Federal Government		7,548		34,268
Other Alberta School Jurisdictions		-		12,303
Other trade payables and accrued liabilities		1,493,437		2,291,606
Total	**$**	**1,711,754**	**$**	**2,554,016**

8) DEFERRED REVENUE

ITEM	2005	2004
Alberta Initiative for School Improvement (AISI)	338,061	199,154
Other	945,665	340,595
Total	**$ 1,283,726**	**$ 539,749**

Other Deferred revenue includes $ 935,171 in funds advanced as tuition and boarding revenue for foreign students. The jurisdiction has a program to actively recruit students to the jurisdiction who would attend school starting September, 2005.

9) TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the Jurisdiction for the following areas:

ITEM	2005	2004
Project Hope Trust	32,067	$ 13,964
Project Hope Bolinger	5,751	5,751
H.A. Brown Scholarship	5,751	5,742
McElroy Trust	3,074	3,205
Tro-Hills	5,018	4,982
Dougan Scholarship	1,205	1,178
Thompson Scholarship	73,719	77,911
Tullikopf Scholarship	1,982	4,774
Snyder Memorial Scholarship	7,613	1,841
Moynihan Scholarship	4,191	4,585
Acme ECS	6,166	6,027
Carbon ECS	4,246	4,150
Carseland ECS	3,463	3,385
Gleichen ECS	8,045	7,865
Hussar ECS	-	22,107
Rockyford ECS	-	7,871
Standard ECS	-	14,064
Strathmore ECS	1,462	1,429
Student Health Initiative Program (SHIP)	162,652	256,807
Total	**$ 326,405**	**$ 447,638**

10) LONG TERM DEBT

a) Debenture Debt – Supported and Unsupported

The Jurisdiction has issued debentures to the Alberta Capital Finance Authority (formerly Alberta Municipal Finance Corporation) to finance construction of school buildings and the purchase of the administration building. The debt maturity dates range from 2006 to 2025 and bear annual interest at rates from 5.175% to 12.00%. The amount of interest expense on long-term debt for the year was $ 582,100 (2004 - $ 600,192.)

ITEM	2005	2004
Supported debenture debt	$ 4,208,211	$ 5,047,084
Unsupported debenture debt	2,559,240	1,008,000
	6,767,451	6,055,084
Less current portion due on debenture debt	771,358	886,874
Balance	**$ 5,996,093**	**$ 5,168,210**

Principal payments required in the next five fiscal years and beyond are as follows:

ITEM	AMOUNT
2006	771,358
2007	673,275
2008	647,780
2009	650,629
2010	624,003
2011 to Maturity	3,400,406
Total	**$ 6,767,451**

b) Capital Leases – Unsupported

The obligations under capital leases, which mature at various terms to November, 2004, represent the total present value of future minimum lease payments based on financing contracts with the Bank of Nova Scotia, which very in rates from 7.96% to 11.31%. These leases arise to facilitate the financing of the Light Switch programs at the various schools within the Jurisdiction.

The following is a schedule by years of the future minimum lease payments together with the balance of the obligation under capital leases as at August 31, 2005:

ITEM	2005		2004
Capital Lease Principle Payment	$ -		$ 3,856
Total minimum lease payments	$ -		$ 3,856
Less amount representing interest	-		43
	$ -		$ 3,813
Less current portion due on leases	-		3,813
Long term portion of capital leases	**$ -**		**$ -**

11) DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose that have been received or are receivable by the jurisdictions, but the related expenditure has not yet been made at year-end. These unspent deferred capital allocations are not amortized until the expenditure has been made and it is at that time that the balance is transferred to the unamortized capital allocations account. Details of the changes in the deferred capital allocations account are as follows:

		2005		2004
Balance, beginning of year	$	322,723	$	484,983
Allocations received and receivable during the year		1,496,661		269,019
Less: Transfers to unamortized capital allocations (Note 12)		1,515,623		431,279
Balance, end of year	**$**	**$303,761**	**$**	**322,723**

12) UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations (UCA) represents the Jurisdiction's net investment in capital assets (other than land and equipment) purchased prior to September 1, 1995. The total debenture payments increase the balance in the UCA account, with the amortization expense on related assets acting as a deduction to the account. Transfers from the deferred capital allocation account also increase the balance in the UCA account. Details of the changes to the account are as follows:

	2005	2004
Balance, beginning of year	$ 31,591,253	$ 32,711,775
Donated capital items		
Additions: supported debenture principal repayments	838,874	962,081
Transfer from deferred capital allocations (Note 11)	1,515,623	431,279
Less: capital allocation revenue	2,498,665	2,513,882
Balance, end of year	**$ 31,447,085**	**$ 31,591,253**

13) CONTINGENCY

Contingent Asset

The Jurisdiction is a member of a reciprocal insurance exchange called Alberta School Boards' Insurance Exchange (ASBIE). A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the Jurisdiction can liquidate.

14) COMMITMENTS

a) Energy Contract

In April, 2005, the jurisdiction entered into a contract with Enmax Energy Corporation for electricity to all of its owned facilities. This contract ends in April, 2010. The total commitment under this agreement for the next five years is as follows:

ITEM	AMOUNT
2006	$ 286,016
2007	286,016
2008	286,016
2009	286,016
2010	286,016
Total	**$ 1,430,080**

b) Lease

In September, 2004, the jurisdiction entered into a lease agreement with Prairie Bible Institute for space in their buildings when the jurisdiction assumed operations of the ECS to Grade 12 programs. The total commitment under this lease is estimated to be $ 323,821. This lease is currently on a month to month basis, pending renewal and approval of Alberta Infrastructure. It is anticipated that this lease will be fully funded by grants from Alberta Infrastructure.

c) Boarding

The jurisdiction, through their International services, has commitments for boarding foreign students. The funds are advanced by the student, and the jurisdiction is using a variety of methods for boarding them.

15) BUDGET AMOUNTS

The budget was prepared by the Jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

16) COMPARATIVE FIGURES

The Budget 2005 and Actual 2004 comparative figures have been reclassified where necessary to conform to Actual 2005 presentation.

Figures for 2004 have been audited by another auditor.

17) FUNDS UNDER ADMINISTRATION

The Jurisdiction acts as administrator for numerous trust accounts and projects. These assets are owned by the various organizations and the school division simply provides administration services to some of the projects. As a result, these assets and liabilities are not recorded in these financial statements. The Jurisdiction is a member of the South Central Alberta Resource Centre (SCARC) organization to which services are provided.

18) ECONOMIC DEPENDENCE

The Jurisdiction's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

SCHEDULE A to the AFS

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

School Jurisdiction Cod 2155

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) **Alberta Education Revenues**	$43,879,854	$36,982,216	$1,673,265	$3,287,383	$1,936,990	$0
Alberta Infrastructure and Transportation						
(2) Infrastructure Maintenance Program & Portable Relocations support	$993,780	$0	$993,780			
(3) Regular Operations & Maintenance support	$2,342,571		$2,342,571			
(4) Other support	$0	($405,781)	$405,781			
(5) **Total Alberta Infrastructure and Transportation Revenues**	$3,336,351	($405,781)	$3,742,132			
(6) **Alberta Finance**	$437,114		$437,114			$0
(7) **Other - Government of Alberta**	$221,433	$64,542	$7,118	$0	$0	$149,773
(8) **Federal Government and/or First Nations**	$2,119,869	$2,119,869	$0	$0	$0	$0
(9) **Other Alberta school authorities**	$0	$0	$0	$0	$0	$0
(10) **Out of province authorities**	$0					
(11) **Alberta municipalities** (excl. supplementary requisitions)	$92,232	$0	$0	$0	$0	$92,232
(12) **Instruction resource fees**	$552,754	$552,754				
(13) **Transportation fees**	$0			$0		
(14) **Other sales and services**	$1,837,035	$148,810	$4,919	$0	$10,256	$1,673,050
(15) **Investment income**	$60,215	$47,774	$5,546	$2,404	$4,491	$0
(16) **Gifts and donations**	$6,775	$6,775	$0	$0		$0
(17) **Rentals of facilities**	$85,443	$0	$26,938	$0	$58,505	$0
(18) **Net school generated funds**	$2,079,090	$2,079,090			$0	
(19) **Gains on disposal of capital assets**	$16,416	$0	$14,466	$1,950	$0	$0
(20) **Amortization of capital allocations**	$2,498,665	$174,790	$2,323,875	$0		$0
(21) **TOTAL REVENUES**	$57,223,246	$41,770,839	$8,235,373	$3,291,737	$2,010,242	$1,915,055
EXPENSES						
(22) **Certificated salaries**	$26,887,205	$26,370,906			$348,711	$167,588
(23) **Certificated benefits**	$2,968,315	$2,929,175			$25,695	$13,445
(24) **Uncertificated salaries and wages**	$8,606,491	$4,884,170	$1,848,300	$750,173	$715,879	$407,969
(25) **Uncertificated benefits**	$2,117,380	$1,337,146	$441,626	$91,777	$155,370	$91,461
(26) **SUB - TOTAL**	$40,579,391	$35,521,397	$2,289,926	$841,950	$1,245,655	$680,463
(27) **Services, contracts & supplies**	$10,291,102	$3,117,332	$3,155,810	$2,230,061	$452,904	$1,334,995
(28) **Cost recoveries & charges to programs**	$0	$134,861	($21,773)	$7,816	$0	($120,904)
(29) **Net school generated funds**	$2,079,090	$2,079,090				
Capital and debt services						
Amortization of capital assets						
(30) Supported	$2,498,665	$174,790	$2,323,875	$0	$0	$0
(31) Unsupported	$376,588	$75,780	$18,575	$210,751	$67,409	$4,073
(32) Total Amortization	$2,875,253	$250,570	$2,342,450	$210,751	$67,409	$4,073
Interest on capital debt						
(33) Supported	$439,108	$0	$439,108	$0	$0	$0
(34) Unsupported	$142,992	$0	$0	$0	$142,992	$0
(35) Other interest charges	$24,614	$10,708	$2,601	$1,113	$1,282	$8,910
(36) Losses on disposal of capital assets	$0		$0			
(37) **TOTAL EXPENSES**	$56,431,550	$41,113,958	$8,208,122	$3,291,691	$1,910,242	$1,907,537
(38) **SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$791,696	$656,881	$27,251	$46	$100,000	$7,518

School Jurisdiction Code: 2155

SCHEDULE B to the AFS
ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$930,750
Base Instruction (Gr 1-12)	$29,078,679
Outreach Programs	$260,100
Home Education	$29,412
Differential Cost Funding *	$6,461,904
Other Provincial Support	
Institutional Programs	
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	
Learning Resources Credit	$166
Federal French Funding	$5,057
Provincial Priority Targeted Funding	
Class Size Initiative	$831,872
Student Health Initiative (SHI)	$512,385
Alberta Initiative for School Improvement (AISI)	$709,364
High Speed Networking	$96,845
Children and Youth with Complex Needs	
Other Alberta Education Revenues (describe) 6201 5	$4,963,320
Total Alberta Education Revenues	$43,879,854

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 2155

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$1,871,470	$1,664,488	$471,828		$0	$0	$4,007,786
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$42,877	$191,085	$29		$0		$233,991
ECS Program Unit (PUF)	$75	$366,085	$53,885		$0		$420,045
Severe Disabilities (Gr 1-12)	$35,255	$1,562,631	$6,190		$0		$1,604,076
English as a Second Language	$23,541	$69,698	$1,194		$0		$94,433
French Language Program & Francisation (all jurisdictions)					$0		$0
First Nations, Metis and Inuit Education (ECS - Gr 12)	$45,226	$78,004	$11,787		$0		$135,017
Home Education	$0	$0	$25,376		$0		$25,376
Institutional Programs					$0		$0
Alberta Initiative for School Improvement	$415,289	$208,849	$85,126	$0	$0		$709,264
Student Health Initiative	$94,702	$293,890	$123,792		$0		$512,384
High Speed Networking			$39,723		$0		$39,723
Class Size				$0	$0		$0
Children and Youth with Complex Needs (ECS - Gr 12)					$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$26,771,645	$1,786,585	$2,298,402	$134,861	$0	$2,340,368	$33,331,863
TOTAL EXPENSES	$29,300,080	$6,221,315	$3,117,332	$134,861	$0	$2,340,368	$41,113,958

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	1.5	6.3
ECS Program Unit (PUF)		15.0
Severe Disabilities (Gr 1-12)	5.3	49.4

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 2155

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES		$56,431,550

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	4.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$2,257,262
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	6,200	
	$0	$0
MAXIMUM EXPENSE LIMIT		$2,257,262

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,910,242
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,910,242
MAXIMUM EXPENSE LIMIT	$2,257,262
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$347,020

School Jurisdiction Code: 2155

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$720,963
Source of Net School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$789,945	$436,825	$353,120	
Student fees (Non-Instructional) (Note 2)	$1,420,191		$1,420,191	
Donations and grants to schools	$61,956		$61,956	
Other (describe) Staff funds, Bank Interest, Facility Rentals	$382,738	$11,886	$370,852	
Net Additions to SGF	$2,654,830	$448,711		$2,206,119
Net SGF Available for Discretionary Spending				$2,927,082
Application of Net School Generated Funds:				
Extra-curricular activities			$766,161	
School beautification			$3,518	
Field Trips			$689,723	
Equipment			$16,986	
Family literacy and other community resources			$23,846	
Other (describe) Bank Charges, Staff Gifts, Staff Recognition, Student Awards			$578,856	
Net SGF Expended for Discretionary Purposes (Note 3)				$2,079,090
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$847,992

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 2155

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$1,239,969	$445,170		$27,438	$135,723	$1,848,300		$1,848,300
Uncertificated benefits	$300,973	$109,680			$30,973	$441,626		$441,626
Sub-total Remuneration	$1,540,942	$554,850		$27,438	$166,696	$2,289,926		$2,289,926
Contracted Services	$71,927	$525,835		$498,538	$6,512	$1,102,812		$1,102,812
Supplies	$144,590	$228,126		$180,009		$552,725		$552,725
Electricity			$633,121			$633,121		$633,121
Natural Gas/Heating Fuel			$566,072			$566,072		$566,072
Sewer and Water			$137,738			$137,738		$137,738
Telecommunications			$34,975			$34,975		$34,975
Insurance					$128,367	$128,367		$128,367
Amortization of capital assets								
Supported							$2,323,875	$2,323,875
Unsupported						$18,575		$18,575
Total Amortization						$18,575	$2,323,875	$2,342,450
Interest on capital debt								
Supported							$439,108	$439,108
Unsupported								
Other interest charges						$2,601		$2,601
Losses on disposal of capital assets								
Cost recoveries & transfers						($21,773)		($21,773)
TOTAL EXPENSES	$1,757,459	$1,308,811	$1,371,906	$705,985	$301,575	$5,445,139	$2,762,983	$8,208,122
SQUARE METRES								
School Buildings								87,583.0
Non School Buildings								1,589.4
UNCERTIFICATED FTE'S (Board/Contract)	33.8	11.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations.
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 2155

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Golbeck, W	1.0	$8,605	$2,474				$11,079	$6,868
Name	Eeles, A	0.2	$1,580	$79				$1,659	$369
Other Board Members:									
Name	Howard, C	1.0	$7,911	$369				$8,280	$1,522
Name	Bazant, J	0.8	$5,345	$114				$5,459	$1,914
Name	Crown, P	0.8	$5,418	$936				$6,354	$3,678
Name	Fisher, C	0.8	$3,888	$2,102				$5,990	$2,326
Name	Hames, K	1.0	$4,964	$406				$5,370	$2,988
Name	Holsworth, S	0.8	$6,279	$2,782				$9,061	$3,596
Name	Maerz, L	1.0	$7,641	$459				$8,100	$4,316
Name	Painter, C	0.8	$8,664	$2,327				$10,991	$3,958
Name									
Name	Armstrong, B	0.2	$1,718	$15				$1,733	$578
Name	Bolinger, J	0.2	$1,058	$470				$1,528	$106
Name	Heidebrecht, H	0.2	$1,485	$883				$2,368	$636
Name	Smith, K	0.2	$2,331	$493				$2,824	$1,289
Name									
Name									
Name									
Name									
Name									
Name									
Subtotal		*9.0*	*$66,887*	*$13,909*				*$80,796*	*$34,144*
Superintendent	McBeth, D	1.0	$125,063	$9,468				$134,531	$8,822
Superintendent									
Secretary/Treasurer	Gaudet, V	1.0	$105,259	$16,084				$121,343	$2,495
Secretary/Treasurer									
Board Secretary									
Board Secretary									
Board Treasurer									
Board Treasurer									
Certificated Salaries		387.7	$26,762,142	$2,958,847				$29,720,989	
Uncertificated Salaries & Wages		306.3	$8,434,345	$2,087,387				$10,521,732	
TOTALS			**$35,493,696**	**$5,085,695**				**$40,579,391**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 4130

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Grande Prairie Roman Catholic Separate School District No. 28
Legal Name of School Jurisdiction

9902 - 101 Street Grande Prairie, Alberta T8V 2P4
Mailing Address

Telephone 780-532-3013 Fax 780-532-3430
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Grande Prairie Roman Catholic Separate School District No. 28 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Morag Mochan	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT

Karl Germann	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER

Grant Burge	"ORIGINAL SIGNED"
Name	Signature

28-Nov-05
Board-approved Release Date

c.c. ALBERTA EDUCATION, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

AUDITOR'S REPORT

To the Board of Trustees
Grande Prairie Roman Catholic Separate School District No. 28

We have audited the statement of financial position of the **Grande Prairie Roman Catholic Separate School District No. 28** as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These audited financial statements are the responsibility of the School Jurisdiction's management. Our responsibility is to express an opinion on these audited financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the audited financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the audited financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall audited financial statement presentation.

In our opinion, these audited financial statements present fairly, in all material respects, the financial position of the School Jurisdiction as at August 31, 2005 and the revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic audited financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic audited financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic audited financial statements taken as a whole.

'Original Signed'
Fletcher Mudryk & Co. LLP

Grande Prairie, Alberta
October 13, 2005

Chartered Accountants

School Jurisdiction Code: 4130

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$4,966,437	$1,523,966
Accounts receivable (net after allowances)		$2,935,047	$2,234,559
Prepaid expenses		$190,527	$194,369
Other current assets		$106,188	$110,102
Total current assets		$8,198,199	$4,062,996
School generated assets		$308,939	$275,863
Trust assets		$62,958	$68,104
Long term accounts receivable		$1,286,940	$1,217,079
Long term investments		$0	$0
Capital assets			
Land		$174,200	$180,400
Buildings	$49,406,763		
Less: accumulated amortization	($16,514,055)	$32,892,708	$30,315,205
Equipment	$294,639		
Less: accumulated amortization	($152,801)	$141,838	$117,529
Vehicles	$301,321		
Less: accumulated amortization	($50,378)	$250,943	$281,075
Total capital assets		$33,459,689	$30,894,209
TOTAL ASSETS		$43,316,725	$36,518,251
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$3,605,959	$2,343,580
Deferred revenue		$1,344,327	$711,191
Deferred capital allocations		$2,800,094	$1,542,225
Current portion of all long term debt		$890,837	$901,236
Total current liabilities		$8,641,217	$5,498,232
School generated liabilities		$308,939	$275,863
Trust liabilities		$62,958	$68,104
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported Debentures and other supported debt		$5,964,228	$6,865,465
Less: Current portion of supported debt		($890,837)	($901,236)
Unsupported Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$26,189,420	$22,686,934
Total long term liabilities		$31,634,708	$26,995,130
TOTAL LIABILITIES		$40,275,925	$34,493,362
NET ASSETS			
Unrestricted net assets		$0	$0
Operating Reserves		$1,183,555	$131,875
Accumulated Operating Surplus (Deficit)		$1,183,555	$131,875
Investment in capital assets		$1,306,037	$1,341,806
Capital Reserves		$551,208	$551,208
Total Capital Funds		$1,857,245	$1,893,014
Total net assets		$3,040,800	$2,024,889
TOTAL LIABILITIES AND NET ASSETS		$43,316,725	$36,518,251

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 4130

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$26,025,353	$26,250,958	$22,889,367
Federal Government and/or First Nations	$17,326	$13,000	$16,927
Other Alberta school authorities	$1,500	$0	$340
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$138,412	$122,310	$132,887
Transportation fees	$42	$800	$9,935
Other sales and services	$55,119	$23,460	$48,524
Investment income	$78,942	$74,500	$48,827
Gifts and donations	$0	$0	$0
Rentals of facilities	$34,793	$38,079	$37,255
Net school generated funds	$257,825	$30,000	$15,880
Gains on disposal of capital assets	$0	$500	$1,455
Amortization of capital allocations	$1,268,046	$1,050,000	$1,272,831
Total Revenues	$27,877,358	$27,603,607	$24,474,228
EXPENSES			
Certificated salaries	$13,229,140	$13,715,079	$11,929,789
Certificated benefits	$1,676,907	$1,788,709	$1,758,613
Uncertificated salaries and wages	$3,379,775	$3,397,530	$3,132,514
Uncertificated benefits	$806,958	$775,286	$745,488
Services, contracts and supplies	$5,501,725	$6,030,703	$4,404,096
Net school generated funds	$257,825	$30,000	$15,880
Capital and debt services			
Amortization of capital assets			
Supported	$1,268,046	$1,050,000	$1,272,831
Unsupported	$79,145	$0	$66,976
Total Amortization of capital assets	$1,347,191	$1,050,000	$1,339,807
Interest on capital debt			
Supported	$661,679	$816,000	$759,730
Unsupported	$0	$0	$0
Total Interest on capital debt	$661,679	$816,000	$759,730
Other interest charges	$247	$300	$38
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$26,861,447	$27,603,607	$24,085,955
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$1,015,911	$0	$388,273
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$1,015,911	$0	$388,273

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 4130

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$1,015,911	$388,273
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,268,046)	($1,272,831)
Total amortization expense	$1,347,191	$1,339,807
Gains on disposal of capital assets	$0	($1,455)
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($700,488)	($598,136)
Prepaids and other current assets	$7,756	($30,740)
Long term accounts receivable	($69,861)	($66,134)
Long term investments	$0	$0
Payables and accrued liabilities	$1,262,379	$280,518
Deferred revenue	$633,136	$439,541
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$2,227,978	$478,843
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($3,869,295)	($191,481)
Equipment	($49,576)	($58,046)
Vehicles	$0	($243,089)
Net proceeds from disposal of capital assets	$6,200	$16,500
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($3,912,671)	($476,116)
C. FINANCING ACTIVITIES		
Capital allocations	$5,127,164	$87,474
Issue of long term debt	$0	$0
Repayment of long term debt	($901,237)	($907,838)
Add back: supported portion	$901,237	$907,838
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$5,127,164	$87,474
Net sources (uses) of cash during year	$3,442,471	$90,201
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$1,523,966	$1,433,765
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$4,966,437	$1,523,966

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.
2 Cash and temporary investments are net of cash obligations.

School Jurisdiction 4130

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$2,024,889	$1,341,806	$0	$683,083	$42,538	$0	$0	$320,321	$7,992	$100,634	$81,345	$130,253	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$2,024,889	$1,341,806	$0	$683,083	$42,538	$0	$0	$320,321	$7,992	$100,634	$81,345	$130,253	$0	$0
Surplus(def) of revenue over expense	$1,015,911		$1,015,911											
Board funded capital transactions		$49,576	($49,576)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($1,347,191)	$1,347,191											
Amortization of capital allocations		$1,268,046	($1,268,046)											
Disposal of unsupported capital asset	$0	($6,200)	$6,200	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($1,051,680)	$1,051,680	$651,680		$200,000		$0		$200,000		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$3,040,800	$1,306,037	$0	$1,734,763	$694,218	$0	$200,000	$320,321	$7,992	$100,634	$281,345	$130,253	$0	$0

School Jurisdiction Code: 4130

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$1,542,225	$22,686,934
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$1,542,225	$22,686,934
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$5,054,342	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$72,822	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$901,237
Expended capital allocations - current year	($3,869,295)	$3,869,295
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$1,268,046
Balance at August 31, 2005	$2,800,094	$26,189,420

GRANDE PRAIRIE ROMAN CATHOLIC SEPARATE SCHOOL DISTRICT NO. 28
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2005

1. AUTHORITY AND PURPOSE

The school jurisdiction delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta, 2000, Chapter 5-3.

The jurisdiction receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The school jurisdiction is limited on administration expenses and is permitted to reallocate funding within the Alberta Learning instruction and support block areas.

2. SIGNIFICANT ACCOUNTING POLICIES

These audited financial statements are prepared in accordance with Canadian generally accepted accounting principles. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of audited financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The audited financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Investments

Short-term investments are recorded at the lower of cost or net realizable value.

Prepaid expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end and are, accordingly, recorded as prepaid expenses. In addition, certain insurance expenses fall into this category.

Capital assets

Capital assets are recorded at cost. Only capital assets with a cost in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset. Rates of amortization applied on a straight-line basis to write off the cost of capital assets over their estimated useful lives are as follows:

Buildings	2.5%	to	10%	(10 years to 40 years)
Equipment	10%	to	20%	(5 years to 10 years)
Vehicles	10%	to	20%	(5 years to 10 years)

No amortization is recorded in the year of acquisition.

When capital assets are sold or scrapped, the cost of the asset and the related accumulated amortization are removed from the accounts and any resulting gain or loss on disposal is reflected in income. No amortization is recorded in the year of disposition.

2. SIGNIFICANT ACCOUNTING POLICIES – continued

Revenue recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions-in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

School generated funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

Vacation pay

Vacation pay is accrued in the period in which the employee earns the benefit.

Contributed services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the audited financial statements.

GRANDE PRAIRIE ROMAN CATHOLIC SEPARATE SCHOOL DISTRICT NO. 28
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2005

2. SIGNIFICANT ACCOUNTING POLICIES – continued

Pension obligation

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Grande Prairie Roman Catholic Separate School District No. 28 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual employer contributions of $185,682 (2004 - $178,124) for the year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1.289 million (2003 deficiency of $1.453 million).

Operating and capital reserves

Reserves are established, at the discretion of the Board of Trustees of the jurisdiction or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

Financial instruments

The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

3. ACCOUNTS RECEIVABLE

	2005	2004
Alberta Education	$ -	$ 32,760
Alberta Infrastructure	1,529,686	721,150
Province of Alberta – other	310,886	360,103
Federal Government	233,665	80,502
Alberta Municipalities	569,533	722,129
Other Alberta School Jurisdictions	172,002	220,287
Other	119,275	97,628
	$ 2,935,047	$ 2,234,559

GRANDE PRAIRIE ROMAN CATHOLIC SEPARATE SCHOOL DISTRICT NO. 28
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2005

4. LONG-TERM ACCOUNTS RECEIVABLE

	2005	2004
Community Knowledge Campus	$ 1,286,940	$ 1,217,079

5. ACCOUNTS PAYABLE AND LIABILITIES

	2005	2004
Alberta Education	$ 552,725	$ 575,542
Alberta Finance	310,904	360,103
Other trade payables and accrued liabilities	2,742,330	1,407,935
	$ 3,605,959	$ 2,343,580

6. DEFERRED REVENUE

	2005	2004
Class Size Reduction funding	$ 490,348	$ 112,000
SHI Complex Needs funding	234,464	55,000
Other Alberta Education grants	381,796	398,727
Infrastructure Plant Operations and Maintenance grant	102,189	-
Other deferred revenue	135,530	145,464
	$ 1,344,327	$ 711,191

7. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally restricted supported capital funds provided for a specific capital purpose that have been received or are receivable by the jurisdictions, but the related expenditure has not yet been made at year-end. These unspent deferred capital allocations are not amortized until the expenditure has been made and it is at that time that the balance is transferred to the unamortized capital allocations account. Details of the changes in the deferred capital allocations account are as follows:

Balance – beginning of year	$ 1,542,225	$ 1,646,232
Allocations received and receivable during year	5,127,164	87,474
Transfers to unamortized capital allocations (note 7)	(3,869,295)	(191,481)
Balance – end of year	$ 2,800,094	$ 1,542,225

8. LONG-TERM DEBT

(a) Debenture Debt – Supported

The debenture debt bears interest at rates varying between 8.125% and 12.0% per annum and mature in 2006 through 2016. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Finance on supported debt. Therefore, the working capital (current assets minus current liabilities) is understated by this amount.

Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2006	$ 890,838	$ 615,256	$ 1,506,094
2007	890,837	520,709	1,411,546
2008	849,209	426,161	1,275,370
2009	759,073	336,609	1,095,682
2010	674,747	257,873	932,620
2011 to maturity	1,899,524	456,892	2,356,416
	$ 5,964,228	$ 2,613,500	$ 8,577,728

(b) Capital Leases – Unsupported

Currently, there are no capital leases held by the jurisdiction.

9. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally restricted supported capital funds that have been spent, but have yet to be amortized over the useful life of the applicable capital asset to which the restricted capital allocations apply. The unamortized capital allocations account balance is increased by transfers of previously deferred capital allocations now spent, as well as fully-supported debentured capital funds, as the principal is repaid.

Details of the changes to the account are as follows:

Balance – beginning of year	$ 22,686,935	$ 22,860,447
Supported debenture principal repayments	901,236	907,838
Transfers from deferred capital allocations (note 7)	3,869,295	191,481
Less: Capital allocation revenue	(1,268,046)	(1,272,831)
Balance – end of year	$ 26,189,420	$ 22,686,935

10. INTERNALLY RESTRICTED NET ASSETS

Net assets may be restricted by authorization of the Board of Trustees for future capital expenditures and future operating expenditures. The amounts are established and expended in accordance with terms and conditions established by the Board.

	August 31, 2004	Appropriated	Utilized	August 31, 2005
Operating Reserves				
School-based	$ 24,266	$ 651,680	$ -	$ 675,946
Stabilization fund	18,271	-	-	18,271
Transportation	81,346	200,000	-	281,346
Operations and maintenance	-	200,000	-	200,000
Board and system administration	7,992	-	-	7,992
	131,875	1,051,680	-	1,183,555
Capital Reserves				
Land – unsupported	12,170	-	-	12,170
Buildings - unsupported	100,634	-	-	100,634
Equipment	308,151	-	-	308,151
Vehicles	130,253	-	-	130,253
	551,208	-	-	551,208
	$ 683,082	$ 1,051,680	$ -	$ 1,734,763

11. COMMITMENTS

The jurisdiction is committed to further capital expenditures for the St. Gerard School Expansion Project of approximately $2,015,000. It is anticipated that those costs will be fully funded by the capital allocations from Alberta Infrastructure.

The jurisdiction is committed to further capital expenditures for the Ste Marie School Renovations Project of approximately $153,000. It is anticipated that those costs will be fully funded by the capital allocations from Alberta Infrastructure.

The jurisdiction is committed to severance and/or retirement pay for senior administrative officers. As at August 31, 2005, the recorded obligation is $98,799 (2004 – $209,960). The total expense recorded in the audited financial statements is $14,250 (2004 – $47,992).

12. CONTINGENCIES

The jurisdiction is a member of The Urban Schools Insurance Consortium (USIC), which facilitates the placement of property and liability insurance coverage for thirteen jurisdictions throughout the province of Alberta. Premium rebates are received from the insurers favorable claims experience and accumulated by the consortium to self-insure a portion of the member's risk exposure. The jurisdiction's share of the accumulated consortium funds as at August 31, 2005 was $106,188 (2004 – $110,102).

13. ECONOMIC DEPENDENCE

The school jurisdiction's primary source of income is from the Alberta Government. The jurisdiction's ability to continue viable operations is dependent on this funding.

14. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

15. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2005 presentation.

SCHEDULE A to the AFS School Jurisdiction Cod 4130

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$22,696,262	$20,259,029	$0	$1,392,319	$1,044,914	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$303,625	$0	$303,625			
(3)	Regular Operations & Maintenance support	$2,238,561		$2,238,561			
(4)	Other support	$0	$0	$0			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$2,542,186	$0	$2,542,186			
(6)	**Alberta Finance**	$661,661		$661,661			$0
(7)	**Other - Government of Alberta**	$125,244	$16,848	$4,800	$3,500	$0	$100,096
(8)	**Federal Government and/or First Nations**	$17,326	$17,326	$0	$0	$0	$0
(9)	**Other Alberta school authorities**	$1,500	$1,500	$0	$0	$0	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12)	**Instruction resource fees**	$138,412	$138,412				
(13)	**Transportation fees**	$42			$42		
(14)	**Other sales and services**	$55,119	$38,031			$17,088	$0
(15)	**Investment income**	$78,942	$59,206	$14,210	$3,158	$2,368	$0
(16)	**Gifts and donations**	$0	$0	$0	$0		$0
(17)	**Rentals of facilities**	$34,793	$0	$34,793	$0	$0	$0
(18)	**Net school generated funds**	$257,825	$257,825			$0	
(19)	**Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(20)	**Amortization of capital allocations**	$1,268,046	$0	$1,268,046	$0		$0
(21)	**TOTAL REVENUES**	$27,877,358	$20,788,178	$4,525,696	$1,399,018	$1,064,371	$100,096
	EXPENSES						
(22)	**Certificated salaries**	$13,229,140	$13,058,644			$170,496	$0
(23)	**Certificated benefits**	$1,676,907	$1,648,863			$28,044	$0
(24)	**Uncertificated salaries and wages**	$3,379,775	$1,907,925	$990,779	$50,359	$430,711	$0
(25)	**Uncertificated benefits**	$806,958	$509,284	$228,523	$13,276	$55,875	$0
(26)	**SUB - TOTAL**	$19,092,780	$17,124,716	$1,219,302	$63,636	$685,126	$0
(27)	**Services, contracts & supplies**	$5,501,725	$2,301,658	$1,565,230	$1,179,242	$355,499	$100,096
(28)	**Cost recoveries & charges to programs**	$0	$274,397	($188,561)	($85,836)	$0	$0
(29)	**Net school generated funds**	$257,825	$257,825				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$1,268,046	$0	$1,268,046	$0	$0	$0
(31)	Unsupported	$79,145	$55,399	$0	$0	$23,746	$0
(32)	Total Amortization	$1,347,191	$55,399	$1,268,046	$0	$23,746	$0
	Interest on capital debt						
(33)	Supported	$661,679	$0	$661,679	$0	$0	$0
(34)	Unsupported	$0	$0	$0	$0	$0	$0
(35)	Other interest charges	$247	$247	$0	$0	$0	$0
(36)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37)	**TOTAL EXPENSES**	$26,861,447	$20,014,242	$4,525,696	$1,157,042	$1,064,371	$100,096
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$1,015,911	$773,936	($0)	$241,976	($0)	$0

School Jurisdiction Code: 4130

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$863,736
Base Instruction (Gr 1-12)	$15,177,619
Outreach Programs	$52,020
Home Education	$0
Differential Cost Funding *	$5,877,919
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$38,041
Federal French Funding	$66,428
Provincial Priority Targeted Funding	
Class Size Initiative	$112,000
Student Health Initiative (SHI)	$0
Alberta Initiative for School Improvement (AISI)	$395,360
High Speed Networking	$0
Children and Youth with Complex Needs	$14,203
Other Alberta Education Revenues (describe) (deferred 2005 list), Lic 2644 76, Routing 36260 and 2004 Deferred added	$98,936
Total Alberta Education Revenues	$22,696,262

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 4130

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$1,092,049	$957,236	$91,301		$0	$0	$2,140,586
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$318,839	$0	$24,646		$0		$343,485
ECS Program Unit (PUF)	$170,000	$125,125	$56,052		$0		$351,177
Severe Disabilities (Gr 1-12)	$130,206	$470,494	$114,166		$0		$714,865
English as a Second Language	$0	$78,153	$7,025		$0		$85,178
French Language Program & Francisation (all jurisdictions)	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education (ECS - Gr 12)	$110,940	$40,000	$79,634		$0		$230,574
Home Education	$0	$0	$0		$0		$0
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$416,601	$105	$32,929	$0	$0		$449,635
Student Health Initiative	$0	$0	$0		$0		$0
High Speed Networking			$0		$0		$0
Class Size	$112,000	$0	$0	$0	$0		$112,000
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$14,203		$0		$14,203
All Other Student Instruction Expenses (ECS - Gr 12)	$12,356,871	$746,097	$1,881,949		$274,397	$313,224	$15,572,537
TOTAL EXPENSES	$14,707,506	$2,417,210	$2,301,905	$0	$274,397	$313,224	$20,014,242

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	10.0	28.0
ECS Program Unit (PUF)	2.0	10.0
Severe Disabilities (Gr 1-12)	1.0	24.0

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 4130

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	**$26,861,447**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**5.43%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,458,577

Considerations for Charter Schools and Small School Boards:

If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	3,156	
	$0	$0
MAXIMUM EXPENSE LIMIT		**$1,458,577**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,064,371
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,064,371
MAXIMUM EXPENSE LIMIT	$1,458,577
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$394,205

School Jurisdiction Code: 4130

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$275,863
Source of Net School Generated Funds:				
Fundraising activities	$725,587	$529,504	$196,083	
Student fees (Non-Instructional) (Note 2)	$70,860		$70,860	
Donations and grants to schools	$23,958		$23,958	
Other (describe): District Revenue	$84,791	$84,791	$0	
Net Additions to SGF	$905,196	$614,295		$290,901
Net SGF Available for Discretionary Spending				$566,764
Application of Net School Generated Funds:				
Extra-curricular activities			$207,684	
School beautification				
Field Trips			$50,141	
Equipment			$0	
Family literacy and other community resources			$0	
Other (describe)			$0	
Net SGF Expended for Discretionary Purposes (Note 3)				$257,825
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$308,939

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 4130

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$811,378	$144,401		$0	$35,000	$990,779		$990,779
Uncertificated benefits	$187,351	$29,172	$0	$0	$12,000	$228,523		$228,523
Sub-total Remuneration	$998,729	$173,573	$0	$0	$47,000	$1,219,302		$1,219,302
Contracted Services	$111,533	$183,115	$0	$241,899	$0	$536,547		$536,547
Supplies	$185,661	$114,411	$0	$8,949	$6,510	$315,531		$315,531
Electricity			$367,487			$367,487		$367,487
Natural Gas/Heating Fuel			$221,122			$221,122		$221,122
Sewer and Water			$49,381			$49,381		$49,381
Telecommunications			$3,641			$3,641		$3,641
Insurance					$71,521	$71,521		$71,521
Amortization of capital assets								
Supported							$1,268,046	$1,268,046
Unsupported								$0
Total Amortization						$0	$1,268,046	$1,268,046
Interest on capital debt								
Supported							$661,679	$661,679
Unsupported				$0		$0		$0
Other interest charges								$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						($188,561)		($188,561)
TOTAL EXPENSES	$1,295,923	$471,099	$641,631	$250,848	$125,031	$2,595,971	$1,929,725	$4,525,696
SQUARE METRES								
School Buildings								38,114.0
Non School Buildings								929.0
UNCERTIFICATED FTE'S (Board/Contract)	16.1	3.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 4130

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Morag Mochan	1.0	$18,760	$2,488	$0			$21,248	$2,565
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Laureen Lushman	0.8	$12,561	$2,566	$0			$15,126	$1,791
Name	Alice Brick	1.0	$14,693	$2,260	$0			$16,954	$3,075
Name	John Krol	1.0	$14,933	$4,034	$2,961			$21,929	$2,968
Name	Angela Peters	0.2	$2,224	$635	$0			$2,860	$302
Name	Derek Dyck	1.0	$14,933	$3,675	$0			$18,608	$2,783
Name	Shaun Muldoon	0.2	$1,959	$444	$0			$2,402	$0
Name	Ralph Wohlgemuth	0.8	$12,518	$2,351	$0			$14,869	$2,165
Name	Alison Renneberg	0.8	$14,242	$2,448	$0			$16,690	$663
Name	Joe Kramer	0.2	$2,420	$645	$0			$3,065	$87
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*7.0*	*$109,243*	*$21,546*	*$2,961*			*$133,751*	*$16,399*
Superintendent	Karl Germann	1.0	$117,996	$9,523	$3,600	$0	$0	$131,119	$8,956
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Grant Burge	1.0	$98,800	$17,568	$0	$0	$14,250	$130,618	$2,658
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		188.0	$13,111,143	$1,663,784	$0	$0	$0	$14,774,927	
Uncertificated Salaries & Wages		98.0	$3,171,731	$750,632	$0	$0	$0	$3,922,364	
TOTALS			**$16,608,914**	**$2,463,054**	**$6,561**	**$0**	**$14,250**	**$19,092,779**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code 3240

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Grande Prairie Public School District #2357
Legal Name of School Jurisdiction

10213 - 99 Street, Grande Prairie, Alberta T8V 2H3
Mailing Address

Phone (780) 532 - 4491   Fax (780) 539 - 4265
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Grande Prairie Public School District #2357
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

John Lehners	"ORIGINAL SIGNED"
Name	**Signature**

SUPERINTENDENT

Lorne G. Radbourne	"ORIGINAL SIGNED"
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Russell Horswill	"ORIGINAL SIGNED"
Name	**Signature**

13-Dec-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

AUDITORS' REPORT

To the Board of Trustees
Grande Prairie Public School District #2357

We have audited the statement of financial position of the **Grande Prairie Public School District #2357** as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These audited financial statements are the responsibility of the School District's management. Our responsibility is to express an opinion on these audited financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the audited financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the audited financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall audited financial statement presentation.

In our opinion, these audited financial statements present fairly, in all material respects, the financial position of the School District as at August 31, 2005 and the revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic audited financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic audited financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic audited financial statements taken as a whole.

'Original Signed'
Fletcher Mudryk & Co. LLP

Chartered Accountants

Grande Prairie, Alberta
November 7, 2005

School Jurisdiction Code: 3240

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$14,548	$16,196
Accounts receivable (net after allowances)		$3,762,822	$3,772,216
Prepaid expenses		$1,539,143	$759,172
Other current assets		$214,621	$228,236
Total current assets		$5,531,134	$4,775,820
School generated assets		$308,916	$396,946
Trust assets		$740,355	$607,701
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$431,253	$431,253
Buildings	$73,862,019		
Less: accumulated amortization	($35,235,529)	$38,626,490	$40,228,905
Equipment	$1,613,193		
Less: accumulated amortization	($536,938)	$1,076,255	$1,022,644
Vehicles	$415,394		
Less: accumulated amortization	($196,274)	$219,120	$227,979
Total capital assets		$40,353,118	$41,910,781
TOTAL ASSETS		$46,933,523	$47,691,248
LIABILITIES			
Current liabilities			
Bank indebtedness		$886,075	$554,593
Accounts payable and accrued liabilities		$2,837,118	$2,917,801
Deferred revenue		$1,216,457	$768,380
Deferred capital allocations		$333,147	$432,248
Current portion of all long term debt		$1,392,897	$1,451,696
Total current liabilities		$6,665,694	$6,124,718
School generated liabilities		$308,916	$396,946
Trust liabilities		$740,355	$607,701
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$10,292,779	$11,722,475
Less: Current portion of supported debt		($1,370,897)	($1,429,696)
Unsupported: Debentures and Capital Loans		$49,200	$71,200
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($22,000)	($22,000)
Unamortized capital allocations		$28,140,284	$28,278,676
Total long term liabilities		$38,138,637	$39,625,302
TOTAL LIABILITIES		$44,804,331	$45,750,020
NET ASSETS			
Unrestricted net assets		$3,097	$13,288
Operating Reserves		$212,389	$0
Accumulated Operating Surplus (Deficit)		$215,486	$13,288
Investment in capital assets		$1,870,855	$1,838,432
Capital Reserves		$42,851	$89,508
Total Capital Funds		$1,913,706	$1,927,940
Total net assets		$2,129,192	$1,941,228
TOTAL LIABILITIES AND NET ASSETS		$46,933,523	$47,691,248

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 3240

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$44,015,133	$42,552,703	$40,838,866
Federal Government and/or First Nations	$191,026	$94,690	$179,005
Other Alberta school authorities	$409,127	$503,000	$458,281
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$47,126	$0	$0
Instruction resource fees	$390,656	$295,782	$372,551
Transportation fees	$0	$0	$0
Other sales and services	$520,479	$124,000	$403,035
Investment income	$45,287	$25,000	$47,216
Gifts and donations	$73,315	$44,000	$83,662
Rentals of facilities	$39,858	$50,000	$41,044
Net school generated funds	$623,965	$500,000	$701,361
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$2,207,599	$2,037,500	$2,069,003
Total Revenues	$48,563,571	$46,226,675	$45,194,024
EXPENSES			
Certificated salaries	$23,978,878	$22,583,387	$21,894,126
Certificated benefits	$3,127,619	$3,028,975	$2,945,443
Uncertificated salaries and wages	$7,031,940	$6,542,595	$6,436,709
Uncertificated benefits	$1,905,246	$1,681,670	$1,675,856
Services, contracts and supplies	$8,270,652	$8,607,430	$7,884,999
Net school generated funds	$623,965	$500,000	$701,361
Capital and debt services			
Amortization of capital assets			
Supported	$2,207,599	$2,037,500	$2,069,003
Unsupported	$141,089	$159,618	$151,356
Total Amortization of capital assets	$2,348,688	$2,197,118	$2,220,359
Interest on capital debt			
Supported	$1,074,158	$1,079,000	$1,226,579
Unsupported	$6,929	$6,500	$8,473
Total Interest on capital debt	$1,081,087	$1,085,500	$1,235,052
Other interest charges	$7,532	$0	$6,097
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$48,375,607	$46,226,675	$45,000,002
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$187,964	$0	$194,022
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$187,964	$0	$194,022

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 3240

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$187,964	$194,022
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($2,207,599)	($2,069,003)
Total amortization expense	$2,348,688	$2,220,359
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$9,394	$282,010
Prepaids and other current assets	($766,356)	$75,463
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($80,683)	($389,296)
Deferred revenue	$448,077	($713,607)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($60,515)	($400,052)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($570,322)	($818,878)
Equipment	($194,703)	($66,371)
Vehicles	($26,000)	($171,342)
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($791,025)	($1,056,591)
C. FINANCING ACTIVITIES		
Capital allocations	$540,410	$1,463,845
Issue of long term debt	$0	$0
Repayment of long term debt	($1,451,696)	($1,451,696)
Add back: supported portion	$1,429,696	$1,429,696
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$518,410	$1,441,845
Net sources (uses) of cash during year	($333,130)	($14,798)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	($538,397)	($523,599)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	($871,527)	($538,397)

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.

2 Cash and temporary investments are net of cash obligations.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

School Jurisdiction 3240

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$1,941,228	$1,838,432	$13,288	$89,508	$0	$0	$0	$29,441	$0	$36,473	$0	$23,594	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$1,941,228	$1,838,432	$13,288	$89,508	$0	$0	$0	$29,441	$0	$36,473	$0	$23,594	$0	$0
Surplus(def) of revenue over expense	$187,964		$187,964											
Board funded capital transactions		$151,512	($151,512)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($2,348,688)	$2,348,688											
Amortization of capital allocations		$2,207,599	($2,207,599)											
Disposal of unsupported capital asset	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$22,000	($22,000)											
Net transfers to operating reserves			($212,389)	$212,389	$212,389		$0		$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			($104,855)	$104,855		$0		$74,203		$18,650		$12,002		$0
Net transfers from capital reserves			$151,512	($151,512)		$0		($80,893)		($55,123)		($15,496)		$0
Balance at August 31, 2005	$2,129,192	$1,870,855	$3,097	$255,240	$212,389	$0	$0	$22,751	$0	$0	$0	$20,100	$0	$0

School Jurisdiction Code: 3240

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$432,248	$28,278,676
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$432,248	$28,278,676
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$582,702	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	($42,292)	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$1,429,696
Expended capital allocations - current year	($639,511)	$639,511
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$2,207,599
Balance at August 31, 2005	$333,147	$28,140,284

1. AUTHORITY AND PURPOSE

The School District delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta, 2000, Chapter S-3.

The District receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School District is limited on administration expenses and is permitted to reallocate funding within the Alberta Learning instruction and support block areas.

2. SIGNIFICANT ACCOUNTING POLICIES

These audited financial statements are prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta School Districts. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of audited financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The audited financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions-in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

2. SIGNIFICANT ACCOUNTING POLICIES – continued

Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end and are, accordingly, recorded as prepaid expenses. In addition, certain insurance expenses fall into this category.

School Generated Funds

These are funds which come under the control and responsibility of a school principal for school activities. They are usually collected, retained, and expended at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

Capital Assets

Capital assets are recorded at cost. Rates of amortization applied on a straight-line basis to write off the cost of capital assets over their estimated useful lives are as follows:

Buildings	2.5% to 10%	10 years to 40 years
Equipment	10% to 20%	5 years to 10 years
Vehicles	10% to 20%	5 years to 10 years

No amortization is recorded in the year of acquisition. Amortization is not recorded on construction in progress until such time as the project is substantially complete.

When capital assets are sold or scrapped, the cost of the asset and the related accumulated amortization are removed from the accounts and any resulting gain or loss on disposal is reflected in income. No amortization is recorded in the year of disposition.

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related assets.

Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

2. SIGNIFICANT ACCOUNTING POLICIES – continued

Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the School District to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the audited financial statements.

Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Grande Prairie Public School District #2357 does not make pension contributions for certificated staff.

The School District participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $409,361 (2004 – $321,208) for the year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1,288,924,000 (2003 deficiency of $1,410,987,000).

Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the Jurisdiction to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

Financial Instruments

The District's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities and long-term debt. It is management's opinion that the District is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the *Trustees Act*.

SIGNIFICANT ACCOUNTING POLICIES – continued

Measurement Uncertainty

The preparation of the audited financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the audited financial statements and the reported amounts of revenues and expenses during the reporting period. By their nature, these estimates are subject to measurement uncertainty and the effect on the audited financial statements of changes in such estimates in future periods could be significant.

3. BANK INDEBTEDNESS

The District has bank financing available to a maximum of $3,500,000 that bears interest at the bank prime rate minus 0.25%. This line of credit, which is secured by a borrowing bylaw and a security agreement, covers all revenue of the District.

4. DEFERRED REVENUE

	2005	2004
Infrastructure Maintenance and Renewal Program	$ 271,152	$ 95,975
Modernization Block Funding	543,106	543,106
Regional Education Consulting Services Initiative	61,248	-
Textbooks – Classroom Resource Funding	129,000	-
Small Class Size Initiative Funding	47,619	-
Teleconferencing Funding	60,000	-
Other	104,332	129,299
	$ 1,216,457	$ 768,380

5. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose received or receivable by the District, but the related expenditure had not been made at year-end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

6. LONG-TERM DEBT

		2005	2004
(a)	Debentures - supported	$ 10,292,779	$ 11,722,475
	- unsupported	49,200	71,200
		10,341,979	11,793,675
	Less current portion	(1,392,897)	(1,451,696)
		$ 8,949,082	$ 10,341,979

The debentures are issued from the Alberta Municipal Finance Corporation to finance construction of school buildings, bear interest at rates ranging from 7.5% to 12.0% per annum and mature in 2007 through 2020.

Debenture repayments required in each of the next five fiscal years to maturity are as follows:

	Principal	Interest	Total
2006	$ 1,392,897	$ 1,012,620	$ 2,405,517
2007	1,392,897	867,810	2,260,707
2008	1,376,097	723,000	2,099,097
2009	1,163,659	580,038	1,743,697
2010	903,659	462,516	1,366,175
2011 to maturity	4,112,770	1,433,902	5,546,672
Total	$ 10,341,979	$ 5,079,886	$ 15,421,865

(b) Capital leases – unsupported

Currently, there are no capital leases held by the Jurisdiction.

7. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally-restricted supported capital funds that have been spent, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended, as well as fully-supported debenture principal repayments.

8. COMMITMENTS

The District is committed to further expenditures of approximately $325,000 for the delivery, set up and equipment for nine leased portables. The District is committed to lease the nine portables for a minimum period of 48 months commencing in September, 2005 at a net annual cost of $163,909. It is anticipated that those costs will be fully funded by allocations from Alberta Infrastructure.

The District is committed to severance and/or retirement pay for senior administrative officers for a total maximum liability of $250,000, of which a total of $121,842 (2004 – $200,283) has been accrued in these audited financial statements.

In addition, the District is committed to early retirement incentive pay for an estimated total liability of $701,004 of which $30,828 has been accrued in the audited financial statements. It is anticipated that these amounts will be funded on an annual basis through the normal budgeting process.

9. ECONOMIC DEPENDENCE ON RELATED THRID PARTY

The District's primary source of income is from the Alberta Government. The District's ability to continue viable operations is dependent on this funding.

10. THE URBAN SCHOOLS INSURANCE CONSORTIUM

The District is a member of The Urban Schools Insurance Consortium (USIC) which facilitates the placement of property and liability insurance coverage for thirteen Jurisdictions throughout the province of Alberta. Premium rebates are received from the insurers favorable claims experience and accumulated by the consortium to self-insure a portion of the member's risk exposure. The District share of the accumulated consortium funds as at August 31, 2005 was $207,248 (2004 – $217,775).

11. BUDGET AMOUNTS

The budget was prepared by the School District and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

SCHEDULE A to the AFS

School Jurisdiction Cod 3240

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) **Alberta Education Revenues**	$38,220,496	$34,345,976	$0	$1,092,382	$1,516,589	$1,265,549
Alberta Infrastructure and Transportation						
(2) Infrastructure Maintenance Program & Portable Relocations support	$443,276	$0	$443,276			
(3) Regular Operations & Maintenance support	$4,049,644		$4,049,644			
(4) Other support	$0	$0	$0			
(5) **Total Alberta Infrastructure and Transportation Revenues**	$4,492,920	$0	$4,492,920			
(6) **Alberta Finance**	$1,074,870		$1,074,870			$0
(7) **Other - Government of Alberta**	$226,847	$110,731	$6,000	$0	$0	$110,116
(8) **Federal Government and/or First Nations**	$191,026	$50,671	$0	$0	$0	$140,355
(9) **Other Alberta school authorities**	$409,127	$68,121	$0	$0	$0	$341,006
(10) **Out of province authorities**	$0	$0	$0	$0	$0	$0
(11) **Alberta municipalities** (excl. supplementary requisitions)	$47,126	$0	$0	$0	$0	$47,126
(12) **Instruction resource fees**	$390,656	$390,656				
(13) **Transportation fees**	$0			$0		
(14) **Other sales and services**	$520,479	$283,310	$153,996	$0	$38,100	$45,073
(15) **Investment income**	$45,287	$0	$0	$0	$41,704	$3,583
(16) **Gifts and donations**	$73,315	$73,115	$0	$0		$200
(17) **Rentals of facilities**	$39,858	$0	$39,858	$0	$0	$0
(18) **Net school generated funds**	$623,965	$623,965			$0	
(19) **Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(20) **Amortization of capital allocations**	$2,207,599	$0	$2,188,005	$19,594		$0
(21) **TOTAL REVENUES**	$48,563,571	$35,946,545	$7,955,649	$1,111,976	$1,596,393	$1,953,008
EXPENSES						
(22) **Certificated salaries**	$23,978,678	$23,489,327			$322,387	$167,164
(23) **Certificated benefits**	$3,127,619	$3,079,134			$29,223	$19,262
(24) **Uncertificated salaries and wages**	$7,031,940	$4,011,178	$1,790,959	$42,000	$526,301	$661,502
(25) **Uncertificated benefits**	$1,905,246	$1,114,960	$441,798	$11,081	$156,520	$180,887
(26) **SUB - TOTAL**	$36,043,683	$31,694,599	$2,232,757	$53,081	$1,034,431	$1,028,815
(27) **Services, contracts & supplies**	$8,270,652	$3,129,489	$2,351,597	$1,019,163	$535,879	$1,234,524
(28) **Cost recoveries & charges to programs**	$0	$310,430	$0	$0	$0	($310,430)
(29) **Net school generated funds**	$623,965	$623,965				
Capital and debt services						
Amortization of capital assets						
(30) Supported	$2,207,599	$0	$2,188,005	$19,594	$0	$0
(31) Unsupported	$141,089	$0	$110,437	$12,002	$18,650	$0
(32) Total Amortization	$2,348,688	$0	$2,298,442	$31,596	$18,650	$0
Interest on capital debt						
(33) Supported	$1,074,158	$0	$1,074,158	$0	$0	$0
(34) Unsupported	$6,929	$0	$6,929	$0	$0	$0
(35) Other interest charges	$7,532	$0	$0	$0	$7,433	$99
(36) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37) **TOTAL EXPENSES**	$48,375,607	$35,758,483	$7,963,883	$1,103,840	$1,596,393	$1,953,008
(38) **SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$187,964	$188,062	($8,234)	$8,136	$0	$0

School Jurisdiction Code: 3240

SCHEDULE B to the AFS
ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$1,203,770
Base Instruction (Gr 1-12)	$25,391,262
Outreach Programs	$104,040
Home Education	$8,687
Differential Cost Funding *	$7,972,288
Other Provincial Support	
Institutional Programs	$320,634
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$948,316
Learning Resources Credit	$29,057
Federal French Funding	$33,517
Provincial Priority Targeted Funding	
Class Size Initiative	$816,517
Student Health Initiative (SHI)	$374,210
Alberta Initiative for School Improvement (AISI)	$661,187
High Speed Networking	$35,245
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe) Microsoft License Rebate, Regional Consortium Conditional Grants	$321,766
Total Alberta Education Revenues	$38,220,496

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 3240

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$2,277,188	$1,142,970	$137,776		$0	$0	$3,557,934
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$684,122	$866,988	$63,769		$89,148		$1,704,027
ECS Program Unit (PUF)	$216,610	$673,507	$236,456		$0		$1,126,573
Severe Disabilities (Gr 1-12)	$922,072	$1,049,026	$33,918		$108,960		$2,113,976
English as a Second Language	$54,965	$29,099	$36		$0		$84,100
French Language Program & Francisation (all jurisdictions)	$169,982	$0	$1,820		$0		$171,802
First Nations, Metis and Inuit Education (ECS - Gr 12)	$0	$0	$125,459		$0		$125,459
Home Education	$0	$0	$7,978		$0		$7,978
Institutional Programs	$262,003	$43,980	$64,281		$0		$370,264
Alberta Initiative for School Improvement	$461,561	$120,859	$78,767	$0	$0		$661,187
Student Health Initiative	$0	$0	$374,210		$0		$374,210
High Speed Networking			$36,881		$0		$36,881
Class Size	$816,517	$0	$0	$0	$0		$816,517
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$20,703,441	$1,199,709	$1,939,081	$29,057	$112,322	$623,965	$24,607,575
TOTAL EXPENSES	$26,568,461	$5,126,138	$3,100,432	$29,057	$310,430	$623,965	$35,758,483

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	9.0	35.2
ECS Program Unit (PUF)	3.1	22.9
Severe Disabilities (Gr 1-12)	11.9	36.7

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 3240

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	**$48,375,607**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.39%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$2,125,382
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		**$2,125,382**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,596,393
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,596,393
MAXIMUM EXPENSE LIMIT	$2,125,382
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$528,989

School Jurisdiction Code: 3240

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$396,946
Source of Net School Generated Funds:				
Fundraising activities	$511,383	$193,200	$318,183	
Student fees (Non-Instructional) (Note 2)	$132,830		$132,830	
Donations and grants to schools	$56,764		$56,764	
Other (describe) Food & Misc Sales, Bus Rental, Interest	$126,138	$97,980	$28,158	
Net Additions to SGF	$827,115	$291,180		$535,935
Net SGF Available for Discretionary Spending				$932,881
Application of Net School Generated Funds:				
Extra-curricular activities			$370,724	
School beautification			$1,382	
Field Trips			$73,397	
Equipment			$100,437	
Family literacy and other community resources			$20,174	
Other (describe): Student Incentives & Bursaries, Commencements, Bank Charges			$57,851	
Net SGF Expended for Discretionary Purposes (Note 3)				$623,965
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$308,916

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 3240

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$973,729	$768,705	$0	$0	$48,525	$1,790,959		$1,790,959
Uncertificated benefits	$247,402	$183,505	$0	$0	$10,891	$441,798		$441,798
Sub-total Remuneration	$1,221,131	$952,210	$0	$0	$59,416	$2,232,757		$2,232,757
Contracted Services	$26,998	$39,173	$11,020	$334,815	$0	$412,006		$412,006
Supplies	$136,058	$334,621	$0	$108,461	$0	$579,140		$579,140
Electricity			$666,344			$666,344		$666,344
Natural Gas/Heating Fuel			$445,056			$445,056		$445,056
Sewer and Water			$66,723			$66,723		$66,723
Telecommunications			$27,823			$27,823		$27,823
Insurance					$154,505	$154,505		$154,505
Amortization of capital assets								
Supported							$2,188,005	$2,188,005
Unsupported						$110,437		$110,437
Total Amortization						$110,437	$2,188,005	$2,298,442
Interest on capital debt								
Supported							$1,074,158	$1,074,158
Unsupported				$0		$6,929		$6,929
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$1,384,187	$1,326,004	$1,216,966	$443,276	$213,921	$4,701,720	$3,262,163	$7,963,883
SQUARE METRES								
School Buildings								63,416.5
Non School Buildings								2,452.6
UNCERTIFICATED FTE'S (Board/Contract)	25.8	15.2						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations.
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 3240

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Blackbum, Clyde	0.2	$1,915	$548	$0			$2,463	$42
Name	Lehners, John	0.8	$10,655	$3,700	$0			$14,355	$2,861
Other Board Members:									
Name	Chomyc, Ken	1.0	$10,222	$4,355	$0			$14,577	$402
Name	Kurylo, Paulette	1.0	$13,108	$4,451	$0			$17,559	$5,802
Name	Lakusta, Doreen	0.2	$1,869	$546	$0			$2,415	$0
Name	Lehners, John	0.2	$2,050	$737	$0			$2,787	$490
Name	Prokopowich, Karen	0.8	$11,218	$3,715	$0			$14,933	$3,753
Name	Shavers, Steven	0.8	$8,518	$202	$0			$8,720	$2,267
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*5.0*	*$59,555*	*$18,254*	*$0*			*$77,809*	*$15,617*
Superintendent	Radboume, Lome	1.0	$120,510	$10,007	$0	$0	$0	$130,517	$5,752
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Horswill, Russell	1.0	$105,000	$21,406	$0	$0	$0	$126,406	$8,673
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		332.6	$23,553,969	$3,117,612	$0	$0	$304,399	$26,975,980	
Uncertificated Salaries & Wages		211.8	$6,867,385	$1,865,586	$0	$0	$0	$8,732,971	
TOTALS			**$30,706,419**	**$5,032,865**	**$0**	**$0**	**$304,399**	**$36,043,683**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 1085

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

GRANDE YELLOWHEAD REGIONAL DIVISION 35
Legal Name of School Jurisdiction

3656 - 1 AVE., EDSON, AB T7E 1S8
Mailing Address

780-723-4471 (phone) and 780-723-2414 (fax)
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules GRANDE YELLOWHEAD REGIONAL DIVISION 35 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Shirley Mahon
Name

original signed
Signature

SUPERINTENDENT

Dr. Dean Lindquist
Name

original signed
Signature

SECRETARY TREASURER OR TREASURER

Alvin Johnston
Name

original signed
Signature

7-Dec-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

Mergaert, Rathgeber & Barford
Chartered Accountants

AUDITORS' REPORT

To the Board of Trustees,
Grande Yellowhead Regional Division No. 35

We have audited the statement of financial position of the Grande Yellowhead Regional Division No. 35 as at August 31, 2005, and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2005, and the results of its operations and changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Dated at Edson, Alberta, this 15th day of November, 2005.

Signed: original signed

Firm: Mergaert, Rathgeber & Barford

Accounting Designation: Chartered Accountants

Address: #201, 6823 - 4 Avenue
Edson, AB T7E 1S9

Telephone No.: (780) 723-4428
Fax No.: (780) 723-2343

School Jurisdiction Code: 1085

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$8,169,065	$11,292,775
Accounts receivable (net after allowances)		$3,035,014	$1,438,188
Prepaid expenses		$336,877	$384,600
Other current assets		$70,770	$66,572
Total current assets		$11,611,726	$13,182,135
School generated assets		$492,674	$448,250
Trust assets		$805,061	$712,477
Long term accounts receivable		$33,750	$37,500
Long term investments		$0	$0
Capital assets			
Land		$1,035,589	$1,035,589
Buildings	$53,222,259		
Less: accumulated amortization	($24,439,442)	$28,782,817	$21,362,401
Equipment	$11,701,342		
Less: accumulated amortization	($9,080,406)	$2,620,936	$2,884,857
Vehicles	$3,976,169		
Less: accumulated amortization	($1,700,398)	$2,275,771	$2,318,390
Total capital assets		$34,715,113	$27,601,237
TOTAL ASSETS		$47,658,324	$41,981,599
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$5,021,009	$4,644,789
Deferred revenue		$1,021,740	$570,860
Deferred capital allocations		$363,892	$3,371,946
Current portion of all long term debt		$776,993	$781,492
Total current liabilities		$7,183,634	$9,369,087
School generated liabilities		$492,674	$448,250
Trust liabilities		$805,061	$712,477
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$4,615,181	$5,396,673
Less: Current portion of supported debt		($776,993)	($781,492)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$23,033,476	$15,137,100
Total long term liabilities		$28,169,399	$20,913,008
TOTAL LIABILITIES		$35,353,033	$30,282,095
NET ASSETS			
Unrestricted net assets		$1,172,183	$743,438
Operating Reserves		$3,620,368	$3,559,144
Accumulated Operating Surplus (Deficit)		$4,792,551	$4,302,582
Investment in capital assets		$7,066,453	$7,067,460
Capital Reserves		$446,287	$329,462
Total Capital Funds		$7,512,740	$7,396,922
Total net assets		$12,305,291	$11,699,504
TOTAL LIABILITIES AND NET ASSETS		$47,658,324	$41,981,599

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 1085

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$43,723,653	$41,704,734	$41,886,449
Federal Government and/or First Nations	$9,635	$16,000	$16,672
Other Alberta school authorities	$149,925	$157,535	$124,981
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$9,043
Instruction resource fees	$328,183	$329,022	$372,011
Transportation fees	$7,407	$23,500	$7,396
Other sales and services	$233,811	$182,250	$288,584
Investment income	$195,938	$155,000	$183,241
Gifts and donations	$14,359	$0	$86,472
Rentals of facilities	$50,938	$22,084	$44,456
Net school generated funds	$680,722	$325,000	$384,197
Gains on disposal of capital assets	$20,928	$0	$34,801
Amortization of capital allocations	$1,160,740	$1,112,288	$1,104,916
Total Revenues	$46,576,239	$44,027,413	$44,543,219
EXPENSES			
Certificated salaries	$22,127,596	$21,375,841	$21,332,288
Certificated benefits	$2,362,327	$2,153,875	$2,326,970
Uncertificated salaries and wages	$6,734,996	$6,526,440	$6,955,415
Uncertificated benefits	$2,256,676	$1,722,976	$1,825,870
Services, contracts and supplies	$9,039,656	$9,818,430	$8,273,412
Net school generated funds	$680,722	$325,000	$384,197
Capital and debt services			
Amortization of capital assets			
Supported	$1,160,740	$1,112,288	$1,104,916
Unsupported	$1,104,641	$724,879	$725,902
Total Amortization of capital assets	$2,265,381	$1,837,167	$1,830,818
Interest on capital debt			
Supported	$502,116	$548,684	$965,777
Unsupported	$0	$0	$0
Total Interest on capital debt	$502,116	$548,684	$965,777
Other interest charges	$982	$0	$2,942
Losses on disposal of capital assets	$0	$0	$10,167
Total Expenses	$45,970,452	$44,308,413	$43,907,856
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$605,787	($281,000)	$635,363
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$605,787	($281,000)	$635,363

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 1085

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$605,787	$635,363
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,160,740)	($1,104,916)
Total amortization expense	$2,265,381	$1,830,818
Gains on disposal of capital assets	($20,928)	($34,801)
Losses on sale of capital assets	$0	$10,167
Changes in accrued accounts:		
Accounts receivable	($1,596,826)	$5,592,409
Prepaids and other current assets	$43,525	$180,521
Long term accounts receivable	$3,750	($37,500)
Long term investments	$0	$0
Payables and accrued liabilities	$376,220	$1,327,030
Deferred revenue	$450,880	($150,029)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$967,049	$8,249,062
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($8,619,722)	($5,155,650)
Equipment	($445,650)	($1,908,662)
Vehicles	($398,542)	($643,928)
Net proceeds from disposal of capital assets	$119,326	$78,008
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($9,344,588)	($7,630,232)
C. FINANCING ACTIVITIES		
Capital allocations	$5,253,828	$2,730,467
Issue of long term debt	$0	$0
Repayment of long term debt	($781,492)	($953,737)
Add back: supported portion	$781,493	$953,735
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$5,253,829	$2,730,465
Net sources (uses) of cash during year	($3,123,710)	$3,349,295
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$11,292,775	$7,943,480
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$8,169,065	$11,292,775

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.
2 Cash and temporary investments are net of cash obligations.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

School Jurisdiction 1085

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$11,699,504	$7,067,460	$743,438	$3,888,606	$3,096,344	$4,970	$147,945	$72,814	$120,795	$78,406	$194,060	$173,272	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$11,699,504	$7,067,460	$743,438	$3,888,606	$3,096,344	$4,970	$147,945	$72,814	$120,795	$78,406	$194,060	$173,272	$0	$0
Surplus(def) of revenue over expenses	$605,787		$605,787											
Board funded capital transactions		$1,202,032	($415,041)	($786,991)	($445,649)	$0	$0	($29,515)	$0	$0	$0	($311,827)	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($2,265,381)	$2,265,381											
Amortization of capital allocations		$1,160,740	($1,160,740)											
Disposal of unsupported capital assets	$0	($98,398)	($20,928)	$119,326		$1,560		$54,166		$0		$63,600		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($1,224,241)	$1,224,241	$1,063,748		$110,493		$50,000		$0		$0	
Net transfers from operating reserves			$717,368	($717,368)	($697,620)		$0		$0		($19,748)		$0	
Net transfers to capital reserves			($385,445)	$385,445		$49,261		$34,111		$19,982		$282,091		$0
Net transfers from capital reserves			$46,604	($46,604)		$0		($46,604)		$0		$0		$0
Balance at August 31, 2005	$12,305,291	$7,086,453	$1,172,183	$4,066,655	$3,016,823	$55,791	$258,438	$84,972	$170,795	$98,388	$174,312	$207,136	$0	$0

School Jurisdiction Code: 1085

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$3,371,946	$15,137,100
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$3,371,946	$15,137,100
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$5,169,256	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$49,572	
Other capital grants and donations	$35,000	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$55,096
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$781,493
Expended capital allocations - current year	($8,261,882)	$8,261,882
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$41,355
Capital allocations amortized to revenue		$1,160,740
Balance at August 31, 2005	$363,892	$23,033,476

Grande Yellowhead Regional Division No. 35
Notes to the Financial Statement
For The Year Ended August 31, 2005

---

1. Authority and Purpose

The Regional Division delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta 2000.

The jurisdiction receives block allocations for instruction, support and capital purposes under Regulation 77/2003. The regulation limits funding and expenses charged to administration. It permits the jurisdiction to reallocate funding between the instruction and support blocks, within certain limits.

2. Summary of Significant Accounting Policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Education for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital allocations until spent. Once spent, they are transferred to unamortized capital allocations that are amortized to revenue on the same basis as the capital assets acquired by the grant.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when can be reasonably determined.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as a direct increase in the trust assets and liabilities.

b) Capital Assets

Capital assets are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2.5% to 10%
Equipment	10% to 20%
Vehicles	10% to 20%

No amortization is recorded in the year of acquisition. Full amortization is recorded in the year of disposal.

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related assets.

2. **Summary of Significant Accounting Policies - continued**

c) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level.

d) Inventories

Inventories are recorded at the lesser of cost and net realizable value.

e) Vacation Pay and Banked Overtime

Vacation pay and banked overtime are accrued in the period in which the employee earns the benefit.

f) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools to ensure that certain programs are delivered. Because of the difficulty in determining the fair value of these contributed services and of the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

g) Pension Obligation

The school board participates in a multi-employer pension plan, Local Authorities Pension Plan and does not report on any unfunded liabilities. At December 31, 2004 the Local Authorities Pension Plan reported an actuarial deficiency of $1,288,924,000 (2003 deficiency of $1,453,487,000). The expense for this pension plan is equivalent to the annual employer contributions for current service of $346,944 for the year ended August 31, 2005.

The current and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Grande Yellowhead Regional Division 35 does not make pension contributions for certificated staff.

h) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

i) Financial Instruments

The jurisdiction's financial instruments consist of cash and temporary investments, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

j) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of Unrestricted Net Assets.

k) Employee Future Benefits

The jurisdiction has accounted for the future cost of employee benefits.

l) Investments

Short term investments are valued at the lower of cost or market.

Grande Yellowhead Regional Division No. 35
Notes to the Financial Statement
For The Year Ended August 31, 2005

---

3. **Cash and Temporary Investments**

	2005	2004
Cash in Bank	6,166,055	1,312,089
Petty Cash Trust	3,010	3,010
Term Deposits*	2,000,000	9,977,676
Total	**8,169,065**	**11,292,775**

Cash account earns interest on monthly balances at prime minus 2%.

Term Deposits

Principal	Interest Rate	Maturity Date
2,000,000	2.56%	Sept 30, 2005

4. **Accounts Receivable**

	2005	2004
Provincial Government	2,538,935	1,154,388
Federal Government	283,327	201,740
Other	212,752	82,060
Total	**3,035,014**	**1,438,188**

5. **Prepaid Expenses**

	2005	2004
Insurance	270	93,493
Expenses- School/Other	336,607	291,107
Total	**336,877**	**384,600**

6. **Other Current Assets**

	2005	2004
Inventory	70,650	66,452
A.M.F.C. Deposit	120	120
Total	**70,770**	**66,572**

7. Trust Assets and Liabilities

	2005	2004
Carmichael Endowment Fund (Principal)	406,309	406,309
Carmichael Endowment Fund (Interest)	4,911	28
Scholarships	30,443	9,183
Deferred Salary Plan Contributions	93,287	119,874
Student Health Initiative Trust (Banker Board)	270,111	177,083
Total	**805,061**	**712,477**

The Carmichael Endowment Fund is held in trust as a scholarship fund for Harry Collinge High School. These funds are held as term certificates at the Royal Bank of Canada. The term deposits are as follows:

Principal	Interest Rate	Maturity Date
80,742	6.10%	September 29, 2005
80,700	4.65%	September 29, 2006
2,767	4.65%	September 29, 2006
80,700	3.10%	September 29, 2006
80,700	4.05%	September 29, 2007
80,700	3.00%	September 29, 2009

Other Scholarships have been established under Board Policy and are administered by Grande Yellowhead
The 'Deferred Salary Plan' contributions are held in trust at the T.D. – Canada Trust.

As the 'Banker' Board for Student Health Initiative Partnership, Grande Yellowhead holds the residual funds in trust.

8. Bank Indebtedness

The Board of Trustees established a Borrowing Resolution with ATB Financial, Edson for $1,250,000 with interest calculated and paid monthly at a rate of 1/4% below prime. The resolution is passed each fall for a one-year term. The line of credit is secured by a security agreement covering all revenue of the jurisdiction.

There was no balance outstanding on the line-of-credit at August 31, 2005. Included in the line-of-credit, Grande Yellowhead has a ATB Mastercard with a credit limit of $50,000, bearing interest to be calculated at prime + 2%.

9. Accounts Payable and Accrued Liabilities

	2005	2004
Province of Alberta	472,043	809,916
Current Accounts Payable	4,548,966	3,834,873
Total	**5,021,009**	**4,644,789**

10. **Deferred Revenue**

	2005	2004
Infrastructure Maintenance Program	693,998	443,295
Operations and Maintenance Funding	68,000	0
Technology Grants (Alberta Education)	150,318	0
Alberta Initiative for School Improvement	63,876	52,564
Student Health Initiative (Infrastructure Funding)	29,712	46,303
Other	15,836	28,698
Total	**1,021,740**	**570,860**

11. **Long-Term Debt**

a) Debenture Debt - Supported

The debentures were acquired to finance buildings constructed by the jurisdiction. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Finance on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. The debenture debt bears interest at rates varying between 7.375% and 12%. The debt matures over the period 2005 to 2015.

	2005			2004
	Total	Current Portion	Long-Term Portion	Long-Term Portion
Alberta Finance	4,615,181	776,993	3,838,188	4,615,181

Principal repayments required in each of the next five fiscal years are as follows:

2005-2006	776,993
2006-2007	754,493
2007-2008	754,493
2009-2010	754,493
2010-2011	613,302

b) Capital Leases – Unsupported

There is currently no capital lease held by the jurisdiction.

12. **Deferred Capital Allocations**

Capital allocations are received for capital projects initiated by the jurisdiction and approved by Alberta Infrastructure. These allocations are transferred to Unamortized Capital Allocations when capital assets are purchased.

13. **Unamortized Capital Allocations**

Unamortized capital allocations (UCA) represent the jurisdiction's net investment of capital assets purchased prior to September 1, 1995 and the net book value of supported capital assets subsequently purchased (other than land and equipment). The total debenture payments increase the balance in the UCA account, with the amortization expense on related assets acting as a deduction to the account. Transfers from the deferred capital allocation account also increase the balance in the UCA account.

14. **Reserves**

Reserves represent funds allocated for future capital and operating expenditures. The reserves are established and expended in accordance with terms and conditions established by the Board of Trustees.

Operating Reserves	**Balance Aug 31, 2004**	**Contributions During 2005**	**Utilized During 2005**	**Balance Aug. 31, 2005**
Instruction – Other	851,400	150,498	240,608	761,290
Instruction – Technology	328,426	720,687	323,479	725,634
Schools	1,916,518	192,563	579,182	1,529,899
System Administration	120,795	50,000		170,795
Transportation	194,060		19,748	174,312
Operations & Maintenance	147,945	110,493		258,438
Total	**3,559,144**	**1,224,241**	**1,163,017**	**3,620,368**

Capital Reserves	**Balance Aug 31, 2004**	**Contributions During 2005**	**Utilized During 2005**	**Balance Aug. 31, 2005**
Equipment	78,406	19,981		98,387
Vehicles	251,056	484,789	387,945	347,900
Total	**329,462**	**504,771**	**387,945**	**446,287**
Total operating and capital reserves	**3,888,605**	**1,729,012**	**1,550,962**	**4,066,655**

15. **Accrued Professional Improvement leave**

This leave is paid out during a period of professional leave taken by the employee. The remaining amount is to be paid out to the employee upon their leaving employment with the jurisdiction.

17. **Budget Amounts**

The budget was prepared by the school jurisdiction and the Board of Trustees gave approval on June 16, 2004. It is presented for information only and has not been audited.

18. **Comparative Figures**

The Budget 2005 and Actual 2004 comparative figures have been reclassified where necessary to conform to Actual 2005 presentation.

19. **Commitments**

a) Copier Lease - Ikon

The jurisdiction is committed to the annual lease on copiers with IKON Capital.

Lease No.	Start Date	Expiry Date	Annual payment
101-0402189-105	October, 2002	October, 2007	59,373
101-0308169-105	December, 2001	December, 2006	62,658
101-0308170-105	September, 2001	September, 2006	6,391

In September 2004, all Canon copiers under these leases were replaced by Xerox models. The lease payments are being made when due, and Grande Yellowhead is retaining possession of the copier until such time as the lease expires.

b) Copier Lease - Xerox

Xerox and Grande Yellowhead entered into a five year agreement for a "Total Document Solution". The agreement covers the annual lease for equipment and software for electronic document management.

Yr. 2	2005-2006	Annual Base Payment	291,697
Yr. 3	2006-2007	Annual Base Payment	309,762
Yr. 4	2007-2008	Annual Base Payment	309,762
Yr. 5	2208-2009	Annual Base Payment	309,762

c) Construction Contracts

Contracts have been entered into for the construction management of the school modernization projects.
The future commitments on these contracts extend to 2005/2006 as follows:

Construction Management	$ 7,050
Building Projects	$612,946

These costs will be fully funded by the capital allocations form Alberta Infrastructure and Transportation

20. **Economic Dependence on Related Third Party**

Grande Yellowhead Regional Division's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

School Jurisdiction Cod 1085

REVENUES	**TOTAL**	**ECS to Grade 12 Instruction**	**Operations and Maintenance of Schools & Maintenance Shops**	**Transportation**	**Board & System Admin.**	**External Services**
(1) **Alberta Education Revenues**	$38,476,610	$33,560,109		$3,130,052	$1,786,449	$0
Alberta Infrastructure and Transportation						
(2) Infrastructure Maintenance Program & Portable Relocations support	$1,011,727	$0	$1,011,727			
(3) Regular Operations & Maintenance support	$3,650,698		$3,650,698			
(4) Other support	$28,036	$0	$28,036			
(5) **Total Alberta Infrastructure and Transportation Revenues**	$4,690,461	$0	$4,690,461			
(6) **Alberta Finance**	$502,116		$502,116			$0
(7) **Other - Government of Alberta**	$54,466	$0	$0	$0	$0	$54,466
(8) **Federal Government and/or First Nations**	$9,635	$9,635	$0	$0	$0	$0
(9) **Other Alberta school authorities**	$149,925	$9,043	$0	$0	$0	$140,882
(10) **Out of province authorities**	$0	$0	$0	$0	$0	$0
(11) **Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12) **Instruction resource fees**	$328,183	$328,183				
(13) **Transportation fees**	$7,407			$7,407		
(14) **Other sales and services**	$233,811	$215,670	$200	$2,369	$15,572	$0
(15) **Investment income**	$195,938	$157,682	$11,830	$14,643	$11,783	$0
(16) **Gifts and donations**	$14,359	$14,359	$0	$0		$0
(17) **Rentals of facilities**	$50,938	$0	$50,714	$224	$0	$0
(18) **Net school generated funds**	$680,722	$680,722			$0	
(19) **Gains on disposal of capital assets**	$20,928	$1,560	$7,562	$11,806	$0	$0
(20) **Amortization of capital allocations**	$1,160,740	$43,729	$1,117,011	$0		$0
(21) **TOTAL REVENUES**	$46,576,239	$35,020,692	$6,379,894	$3,166,501	$1,813,804	$195,348
EXPENSES						
(22) **Certificated salaries**	$22,127,596	$21,730,141			$397,455	$0
(23) **Certificated benefits**	$2,362,327	$2,330,150			$32,177	$0
(24) **Uncertificated salaries and wages**	$6,734,996	$4,648,870	$726,240	$909,727	$450,159	$0
(25) **Uncertificated benefits**	$2,256,676	$1,741,609	$175,392	$225,512	$114,163	$0
(26) **SUB - TOTAL**	$33,481,595	$30,450,770	$901,632	$1,135,239	$993,954	$0
(27) **Services, contracts & supplies**	$9,039,656	$2,887,370	$3,419,088	$1,838,025	$699,825	$195,348
(28) **Cost recoveries & charges to programs**	$0	$102,483	($70,390)	($80,978)	$48,885	$0
(29) **Net school generated funds**	$680,722	$680,722				
Capital and debt services						
Amortization of capital assets						
(30) Supported	$1,160,740	$43,729	$1,117,011	$0	$0	$0
(31) Unsupported	$1,104,641	$655,293	$147,275	$282,091	$19,982	$0
(32) Total Amortization	$2,265,381	$699,022	$1,264,286	$282,091	$19,982	$0
Interest on capital debt						
(33) Supported	$502,116	$0	$502,116	$0	$0	$0
(34) Unsupported	$0	$0	$0	$0	$0	$0
(35) Other interest charges	$982	$446	$94	$65	$377	$0
(36) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37) **TOTAL EXPENSES**	$45,970,452	$34,820,813	$6,016,826	$3,174,442	$1,763,023	$195,348
(38) **SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$605,787	$199,879	$363,068	($7,941)	$50,781	$0

School Jurisdiction Code: 1085

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$1,006,451
Base Instruction (Gr 1-12)	$24,609,537
Outreach Programs	$156,060
Home Education	$9,377
Differential Cost Funding *	$10,460,978
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$54,061
Federal French Funding	$58,512
Provincial Priority Targeted Funding	
Class Size Initiative	$748,541
Student Health Initiative (SHI)	$313,922
Alberta Initiative for School Improvement (AISI)	$658,730
High Speed Networking	$64,400
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe): VC & Microsoft, CL Resource, Health advocacy	$336,041
Total Alberta Education Revenues	$38,476,610

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 1085

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$2,592,353	$1,572,479	$565,608		$0	$29,112	$4,759,552
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$0	$348,798	$62,719		$0		$411,517
ECS Program Unit (PUF)	$354	$470,119	$89,915		$0		$560,388
Severe Disabilities (Gr 1-12)	$74,252	$2,868,316	$117,255		$0		$3,059,823
English as a Second Language	$0	$17,060	$0		$0		$17,060
French Language Program & Francisation (all jurisdictions)	$0	$0	$16,653		$0		$16,653
First Nations, Metis and Inuit Education (ECS - Gr 12)	$129,025	$110,608	$74,638		$0		$314,271
Home Education	$2,020	$5,866	$8,886		$0		$16,772
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$630,848	$0	$27,582	$0	$0		$658,430
Student Health Initiative	$1,925	$197,103	$113,538		$0		$312,566
High Speed Networking			$62,400		$0		$62,400
Class Size	$748,675	$0	$0	$0	$0		$748,675
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$19,880,839	$800,130	$917,126	$831,050	$102,483	$1,351,078	$0
TOTAL EXPENSES	$24,060,291	$6,390,479	$2,056,320	$831,050	$102,483	$1,380,190	$10,938,107

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 1	0.0	8.1
ECS Program Unit (PUF)	0.0	9.0
Severe Disabilities (Gr 1-12)	1.0	54.8

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 1085

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	**$45,970,452**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.51%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$2,073,267
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		**$2,073,267**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,763,023
PLUS: transfers to Restricted - Operating (Board/System Administration)	$50,000
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,813,023
MAXIMUM EXPENSE LIMIT	$2,073,267
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$260,244

School Jurisdiction Code: 1085

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$448,250
Source of Net School Generated Funds:				
Fundraising activities	$583,217	$364,285	$218,932	
Student fees (Non-Instructional) (Note 2)	$287,258		$287,258	
Donations and grants to schools	$225,268		$225,268	
Other (describe) costs recoveries, interest earned	$13,942	$20,254	($6,312)	
Net Additions to SGF	$1,109,685	$384,539		$725,146
Net SGF Available for Discretionary Spending				$1,173,396
Application of Net School Generated Funds:				
Extra-curricular activities			$450,556	
School beautification			$11,749	
Field Trips			$153,457	
Equipment			$33,599	
Family literacy and other community resources			$3,752	
Other (describe)			$27,609	
Net SGF Expended for Discretionary Purposes (Note 3)				$680,722
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$492,674

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 1085

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$386,047	$171,888	$0	$168,305	$726,240		$726,240
Uncertificated benefits	$0	$99,956	$35,849	$0	$39,587	$175,392		$175,392
Sub-total Remuneration	$0	$486,003	$207,737	$0	$207,892	$901,632		$901,632
Contracted Services	$1,037,328	$192,464	$3,541	$645,753	$29,329	$1,908,415		$1,908,415
Supplies	$2,540	$37,143	$65,192	$11,939	$59,977	$176,791		$176,791
Electricity			$654,677			$654,677		$654,677
Natural Gas/Heating Fuel			$485,479			$485,479		$485,479
Sewer and Water			$85,948			$85,948		$85,948
Telecommunications			$20,835			$20,835		$20,835
Insurance					$86,943	$86,943		$86,943
Amortization of capital assets								
Supported							$1,117,011	$1,117,011
Unsupported						$147,275		$147,275
Total Amortization						$147,275	$1,117,011	$1,264,286
Interest on capital debt								
Supported							$502,116	$502,116
Unsupported				$0		$0		$0
Other interest charges						$94		$94
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						($70,390)		($70,390)
TOTAL EXPENSES	$1,039,868	$715,610	$1,523,409	$657,692	$384,141	$4,397,699	$1,619,127	$6,016,826
SQUARE METRES								
School Buildings								77,119.0
Non School Buildings								2,694.0
UNCERTIFICATED FTE'S (Board/Contract)	19.0	12.8						

Notes:

Custodial: All expenses related to activities undertaken to keep the school environment clean and safe

Maintenance: All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.

Utilities & Telecommunications: All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications

Expensed Block Mod/I.M.P. & Portable Relocations: All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations

Facility Planning & Operations Administration: All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.

Supported Capital & Debt Services: All expenses related to supported capital assets amortization and interest on supported capital debt.

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

School Jurisdiction Code: 1085

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Mahon, Shirley	1.0	$12,257	$3,504				$15,761	$12,812
Name		0.0						$0	$0
Other Board Members:									
Name	Akers, Lynda	1.0	$15,932	$4,601	$0			$20,533	$19,774
Name	Broughton, Brian	1.0	$1,979	$745	$0			$2,724	$1,641
Name	Caputo, Shirley	1.0	$11,575	$1,585	$0			$13,160	$10,722
Name	Flohr, Gerald	1.0	$1,229	$609	$0			$1,838	$596
Name	Howell, Cheryl	1.0	$11,621	$2,834	$0			$14,455	$13,916
Name	Krewusik, Robert	1.0	$10,209	$3,547	$0			$13,756	$19,245
Name	Lyon, Bernie	1.0	$1,229	$718	$0			$1,947	$1,473
Name	Seitzenberger, John	1.0	$7,721	$3,641	$0			$11,362	$7,252
Name	Walker, Andrew	1.0	$1,229	$521	$0			$1,750	$1,087
Name	Wall, Gilbert	1.0	$7,646	$3,638	$0			$11,284	$13,989
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*11.0*	*$82,627*	*$25,943*	*$0*			*$108,570*	*$102,507*
Superintendent	Lindquist, Dean	1.0	$123,163	$9,931	$0	$0	$0	$133,094	$20,878
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Johnston, Alvin	1.0	$103,133	$9,915	$0	$0	$0	$113,048	$7,574
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		305.2	$21,901,300	$2,342,481	$0	$0	$0	$24,243,781	
Uncertificated Salaries & Wages		186.6	$6,652,369	$2,230,733	$0	$0	$0	$8,883,102	
TOTALS			**$28,862,592**	**$4,619,003**	**$0**	**$0**	**$0**	**$33,481,595**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 2045

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

GRASSLANDS REGIONAL DIVISION No. 6

Legal Name of School Jurisdiction

745 - 2nd Ave East Brooks, Alberta T1R 1L2

Mailing Address

Telephone: (403) 793-6700 Fax: (403) 362-8225

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules GRASSLANDS REGIONAL DIVISION No. 6
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN	
Gordon Krinke	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT	
Cal Cosh	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER	
Lee Ann Woods	"ORIGINAL SIGNED"
Name	Signature

28-Nov-05
Board-approved Release Date

c.c. ALBERTA EDUCATION, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

AUDITORS' REPORT

To the Board of Trustees of the
Grasslands Regional Division No. 6

We have audited the statement of financial position of the Grasslands Regional Division No. 6 as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2005 and the results of its operations and its cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Young Parkyn McNab LLP

Lethbridge, Alberta

November 3, 2005

Chartered Accountants

School Jurisdiction Code: 2045

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$5,745,788	$4,973,909
Accounts receivable (net after allowances)		$1,198,651	$1,484,158
Prepaid expenses		$58,112	$36,183
Other current assets		$101,794	$104,823
Total current assets		$7,104,345	$6,599,073
School generated assets		$497,777	$437,769
Trust assets		$469,604	$395,809
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$488,355	$488,355
Buildings	$29,669,817		
Less: accumulated amortization	($16,965,470)	$12,704,347	$13,622,998
Equipment	$1,162,904		
Less: accumulated amortization	($709,946)	$452,958	$456,675
Vehicles	$3,481,917		
Less: accumulated amortization	($1,871,067)	$1,610,850	$1,448,253
Total capital assets		$15,256,510	$16,016,281
TOTAL ASSETS		$23,328,235	$23,448,932
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$2,230,308	$1,825,326
Deferred revenue		$604,569	$889,385
Deferred capital allocations		$249,437	$243,943
Current portion of all long term debt		$606,675	$606,676
Total current liabilities		$3,690,989	$3,565,330
School generated liabilities		$497,777	$437,769
Trust liabilities		$469,604	$395,809
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$6,347,736	$6,954,411
	Less: Current portion of supported debt	($606,675)	($606,676)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$5,217,433	$5,464,250
Total long term liabilities		$11,925,875	$12,645,563
TOTAL LIABILITIES		$15,616,864	$16,210,893
NET ASSETS			
Unrestricted net assets		$1,259,215	$947,191
Operating Reserves		$2,576,590	$2,509,002
Accumulated Operating Surplus (Deficit)		$3,835,805	$3,456,193
Investment in capital assets		$3,691,339	$3,597,618
Capital Reserves		$184,228	$184,228
Total Capital Funds		$3,875,567	$3,781,846
Total net assets		$7,711,372	$7,238,039
TOTAL LIABILITIES AND NET ASSETS		$23,328,235	$23,448,932

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 2045

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$29,724,443	$28,467,834	$28,033,599
Federal Government and/or First Nations	$819,214	$661,664	$607,033
Other Alberta school authorities	$111,823	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$8,051	$8,200	$40,771
Instruction resource fees	$300,229	$311,042	$289,196
Transportation fees	$0	$0	$0
Other sales and services	$146,876	$98,049	$185,941
Investment income	$158,342	$158,000	$134,929
Gifts and donations	$17,127	$0	$11,726
Rentals of facilities	$91,794	$76,000	$121,385
Net school generated funds	$627,707	$230,000	$316,005
Gains on disposal of capital assets	$9,233		$9,796
Amortization of capital allocations	$853,492	$606,675	$872,442
Total Revenues	$32,868,331	$30,617,464	$30,622,823
EXPENSES			
Certificated salaries	$15,948,669	$14,978,472	$14,835,521
Certificated benefits	$1,577,385	$1,509,561	$1,490,988
Uncertificated salaries and wages	$6,029,137	$5,880,552	$5,909,160
Uncertificated benefits	$1,023,569	$968,073	$983,132
Services, contracts and supplies	$5,331,472	$5,439,823	$5,131,241
Net school generated funds	$627,707	$230,000	$316,005
Capital and debt services			
Amortization of capital assets			
Supported	$853,492	$606,675	$872,442
Unsupported	$378,388	$375,000	$354,252
Total Amortization of capital assets	$1,231,880	$981,675	$1,226,694
Interest on capital debt			
Supported	$624,901	$624,900	$681,230
Unsupported	$0	$0	$0
Total Interest on capital debt	$624,901	$624,900	$681,230
Other interest charges	$0	$3,000	$1,774
Losses on disposal of capital assets	$278	$0	$0
Total Expenses	$32,394,998	$30,616,056	$30,575,745
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$473,333	$1,408	$47,078
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$473,333	$1,408	$47,078

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 2045

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$473,333	$47,078
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($853,492)	($872,442)
Total amortization expense	$1,231,880	$1,226,694
Gains on disposal of capital assets	($9,233)	($9,796)
Losses on sale of capital assets	$278	$0
Changes in accrued accounts:		
Accounts receivable	$285,507	($321,992)
Prepaids and other current assets	($18,900)	($40,246)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$404,982	$217,230
Deferred revenue	($284,816)	($165,064)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$1,229,539	$81,462
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	($128,275)	($132,119)
Vehicles	($350,122)	($203,020)
Net proceeds from disposal of capital assets	$15,243	$34,329
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($463,154)	($300,810)
C. FINANCING ACTIVITIES		
Capital allocations	$5,494	$6,744
Issue of long term debt	$0	$0
Repayment of long term debt	($606,675)	($606,676)
Add back: supported portion	$606,675	$606,676
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$5,494	$6,744
Net sources (uses) of cash during year	$771,879	($212,604)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$4,973,909	$5,186,513
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$5,745,788	$4,973,909

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.
2 Cash and temporary investments are net of cash obligations.

School Jurisdiction 2045

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$7,238,039	$3,597,618	$947,191	$2,693,230	$1,887,586	$0	$60,136	$0	$349,849	$892	$211,431	$183,336	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$7,238,039	$3,597,618	$947,191	$2,693,230	$1,887,586	$0	$60,136	$0	$349,849	$892	$211,431	$183,336	$0	$0
Surplus(def) of revenue over expense	$473,333		$473,333											
Board funded capital transactions		$478,397	($463,154)	($15,243)	$0	$0	$0	($15,243)	$0	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($1,231,880)	$1,231,880											
Amortization of capital allocations		$853,492	($853,492)											
Disposal of unsupported capital asset	$0	($6,288)	($8,955)	$15,243		$0		$15,243		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($116,401)	$116,401	$116,401								$0	
Net transfers from operating reserves			$48,813	($48,813)			($18,285)		($8,237)		($22,291)		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$7,711,372	$3,691,339	$1,259,215	$2,760,818	$2,003,987	$0	$41,851	$0	$341,612	$892	$189,140	$183,336	$0	$0

School Jurisdiction Code: 2045

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2004	$243,943	$5,464,250
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$243,943	$5,464,250
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$5,494	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$606,675
Expended capital allocations - current year	$0	$0
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$853,492
Balance at August 31, 2005	$249,437	$5,217,433

1. Authority and purpose

The School Jurisdiction delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration expenses.

2. Summary of significant accounting policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue recognition
Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in net assets and liabilities.

b) Temporary investments
Temporary investments are valued at cost. Accrued interest is recorded as it is earned.

c) Prepaid expenses
Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

d) Inventory
Inventory is recorded at the lower of cost and net realizable value. Cost is determined on the basis of the most recent invoice.

2. Summary of significant accounting policies (continued)

e) Capital assets

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution. Amortization is provided for on a straight-line basis over the assets' estimated useful lives using the following annual rates:

Buildings	25 to 40 years
Equipment and furnishings	5 to 10 years
Vehicles and buses	10 to 13 years

There is no amortization charged in the year of acquisition.

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

f) School generated funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (eg. yearbook sales, graduation fees, field trip fees, etc.).

g) Vacation pay

Vacation pay is accrued in the period in which the employee earns the benefit.

h) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Grasslands School Division does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $136,880 for the year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1,288,924,000 (2003 deficiency of $1,453,487,000).

i) Contributed services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

j) Financial instruments

The School Division's financial instruments consist of cash and temporary investments, accounts receivable, trust assets, accounts payable, accrued liabilities, trust liabilities and long-term debt. It is management's opinion that the School Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The School Division has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

2. Summary of significant accounting policies (continued)

k) Operating and capital reserves
Reserves are established at the discretion of the Board of Trustees of the School Division, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

3. Temporary investments

Temporary investments consist of a $500,000 term deposit with Chinook Credit Union Ltd. which bears interest $2.02% and matures September 6, 2005.

4. Accounts receivable

	2005	2004
Province of Alberta	$ 669,684	$ 1,335,468
Federal Government	481,231	112,524
Other	47,736	36,166
	$ 1,198,651	$ 1,484,158

5. Bank indebtedness

The School Division has negotiated a line of credit in the amount of $2,000,000 that bears interest at the bank prime rate minus .25%. This line of credit is secured by a borrowing bylaw and a promissory note. There was no balance outstanding on the line of credit at August 31, 2005.

6. Accounts payable and liabilities

	2005	2004
Province of Alberta	$ -	$ 146,609
Other Trade Payables and Accrued Liabilities	2,230,308	1,678,717
	$ 2,230,308	$ 1,825,326

7. Deferred revenue

	2005	2004
One-time funding for ESL project – delayed start, final year	$ -	$ 86,177
One-time funding technology grant	53,491	-
Alberta initiative for school improvement	108,430	79,805
Infrastructure maintenance program	427,238	578,047
Other	15,410	145,276
	$ 604,569	$ 889,305

8. Deferred capital allocations

Capital allocations received for qualifying capital projects initiated by the School Division are recorded as deferred capital allocations until spent. Once spent, they are transferred to unamortized capital allocations which are amortized on a basis consistent with the capital asset that the allocation funded.

9. Trust assets and liabilities

These balances represent cash that is held in trust by the School Division for the following areas:

	2005	2004
Scholarship trusts	$ 214,690	$ 216,771
Student health initiative trust (SHI Banker Board)	254,914	179,038
	$ 469,604	$ 395,809

10. Long-term debt

Debenture debt - supported
The debenture debt bears interest at rates varying between 7.625% and 11.625%. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Finance on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2005-2006	$ 606,676	$ 568,571	$ 1,175,247
2006-2007	568,337	512,242	1,080,579
2007-2008	489,192	460,262	949,454
2008-2009	476,327	416,008	892,335
2009-2010	429,775	372,913	802,688
2010 to maturity	3,777,429	1,651,553	5,428,981
	$ 6,347,736	$ 3,981,549	$ 10,329,285

11. Unamortized capital allocations

Unamortized capital allocations (UCA) represent externally-restricted supported capital funds that have been spent, but have yet to be amortized over the useful life of the applicable capital asset to which the restricted capital allocations apply. The unamortized capital allocations account balance is increased by transfers of previously deferred capital allocations now spent, as well as fully-supported debenture capital funds, as the principal is repaid.

12. Economic dependence on related third party

The Grasslands School Division's primary source of income is from the Alberta Government. The School Division's ability to continue viable operations is dependent on this funding.

13. Budget amounts

The budget was prepared by the School Division management with Board of Trustees approval. It is presented for information purposes only and has not been audited.

14. Comparative figures

The Budget 2005 and Actual 2004 comparative figures have been reclassified where necessary to conform to Actual 2005 presentation.

SCHEDULE A to the AFS

School Jurisdiction Cod 2045

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$27,226,304	$23,104,710	$1,043,522	$1,799,160	$1,278,912	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$284,342	$0	$284,342			
(3)	Regular Operations & Maintenance support	$1,460,930		$1,460,930			
(4)	Other support	$0	$0	$0			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$1,745,272	$0	$1,745,272			
(6)	**Alberta Finance**	$624,901		$624,901			$0
(7)	**Other - Government of Alberta**	$127,967	$66,590	$4,800	$10,595	$4,978	$41,004
(8)	**Federal Government and/or First Nations**	$819,214	$778,253	$0	$0	$40,961	$0
(9)	**Other Alberta school authorities**	$111,823	$111,823	$0	$0	$0	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$8,051	$5,801	$2,250	$0	$0	$0
(12)	**Instruction resource fees**	$300,229	$300,229				
(13)	**Transportation fees**	$0			$0		
(14)	**Other sales and services**	$146,876	$136,646	$3,179	$2,539	$4,512	$0
(15)	**Investment income**	$158,342	$150,342	$0	$0	$8,000	$0
(16)	**Gifts and donations**	$17,127	$17,127	$0	$0		$0
(17)	**Rentals of facilities**	$91,794	$16,556	$75,238	$0	$0	$0
(18)	**Net school generated funds**	$627,707	$627,707			$0	
(19)	**Gains on disposal of capital assets**	$9,233	$0	$9,233	$0	$0	$0
(20)	**Amortization of capital allocations**	$853,492		$853,492	$0		$0
(21)	**TOTAL REVENUES**	$32,868,331	$25,315,783	$4,361,887	$1,812,294	$1,337,363	$41,004
	EXPENSES						
(22)	**Certificated salaries**	$15,948,669	$15,541,361			$331,119	$76,189
(23)	**Certificated benefits**	$1,577,385	$1,542,869			$29,575	$4,941
(24)	**Uncertificated salaries and wages**	$6,029,137	$3,942,092	$1,132,090	$818,562	$129,842	$6,551
(25)	**Uncertificated benefits**	$1,023,569	$236,334	$223,449	$96,602	$465,626	$1,558
(26)	**SUB - TOTAL**	$24,578,760	$21,262,656	$1,355,539	$915,164	$956,162	$89,239
(27)	**Services, contracts & supplies**	$5,331,472	$2,634,506	$1,539,026	$650,993	$410,162	$96,785
(28)	**Cost recoveries & charges to programs**	$0	$218,063	($39,341)	($33,702)	$0	($145,020)
(29)	**Net school generated funds**	$627,707	$627,707				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$853,492		$853,492	$0	$0	$0
(31)	Unsupported	$378,388	$106,369	$72,930	$178,199	$20,890	$0
(32)	Total Amortization	$1,231,880	$106,369	$926,422	$178,199	$20,890	$0
	Interest on capital debt						
(33)	Supported	$624,901	$0	$624,901	$0	$0	$0
(34)	Unsupported	$0	$0	$0	$0	$0	$0
(35)	Other interest charges	$0	$0	$0	$0	$0	$0
(36)	Losses on disposal of capital assets	$278	$0	$278	$0	$0	$0
(37)	**TOTAL EXPENSES**	$32,394,998	$24,849,301	$4,406,825	$1,710,654	$1,387,214	$41,004
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$473,333	$466,482	($44,938)	$101,640	($49,851)	$0

School Jurisdiction Code: 2045

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$1,707,189
Base Instruction (Gr 1-12)	$16,059,899
Outreach Programs	$52,020
Home Education	$0
Differential Cost Funding *	$6,876,767
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$35,382
Federal French Funding	$0
Provincial Priority Targeted Funding	
Class Size Initiative	$502,043
Student Health Initiative (SHI)	$260,419
Alberta Initiative for School Improvement (AISI)	$425,229
High Speed Networking	$24,134
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe): Main $1,043,522, Vid Conf $156,508, Micro Reb $3,192, Learn Res $80,000	$1,283,222
Total Alberta Education Revenues	$27,226,304

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 2045

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$1,386,400	$877,536	$896,227		$0	$0	$3,160,163
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$750,816	$474,978	$61,122		$0		$1,286,916
ECS Program Unit (PUF)	$47,179	$488,972	$249,012		$0		$785,163
Severe Disabilities (Gr 1-12)	$719,292	$1,150,632	$93,359		$0		$1,963,283
English as a Second Language	$130,807	$145,119	$4,568		$0		$280,494
French Language Program & Francisation (all jurisdictions)	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education (ECS - Gr 12)	$0	$44,247	$4,207		$0		$48,454
Home Education	$0	$0	$0		$0		$0
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$213,413	$108,940	$102,876	$0	$0		$425,229
Student Health Initiative	$0	$24,000	$236,229		$0		$260,229
High Speed Networking			$24,674		$0		$24,674
Class Size	$483,120	$0	$0	$0	$0		$483,120
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$13,353,203	$864,002	$216,495	$745,737	$218,063	$734,076	$16,131,576
TOTAL EXPENSES	$17,084,230	$4,178,426	$1,888,769	$745,737	$218,063	$734,076	$24,849,301

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	9.4	21.5
ECS Program Unit (PUF)	0.5	24.9
Severe Disabilities (Gr 1-12)	8.9	55.4

Note 1 Excludes Learning Resources

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets

School Jurisdiction Code: 2045

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	$32,394,998

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	5.39%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,746,923
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		$1,746,923

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,387,214
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	-$8,237
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,378,977
MAXIMUM EXPENSE LIMIT	$1,74[illegible]23
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$[illegible]67,946

School Jurisdiction Code: 2045

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$437,769
Source of Net School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$1,145,334	$531,171	$614,163	
Student fees (Non-Instructional) (Note 2)	$0		$0	
Donations and grants to schools	$73,551		$73,551	
Other (describe)	$0	$0	$0	
Net Additions to SGF	$1,218,885	$531,171		$687,714
Net SGF Available for Discretionary Spending				$1,125,483
Application of Net School Generated Funds:				
Extra-curricular activities			$251,083	
School beautification			$0	
Field Trips			$376,624	
Equipment			$0	
Family literacy and other community resources			$0	
Other (describe)			$0	
Net SGF Expended for Discretionary Purposes (Note 3)				$627,707
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$497,777

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position

School Jurisdiction Code: 2045

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$715,195	$315,405	$0	$0	$101,490	$1,132,090		$1,132,090
Uncertificated benefits	$135,043	$68,775	$0	$0	$19,631	$223,449		$223,449
Sub-total Remuneration	$850,238	$384,180	$0	$0	$121,121	$1,355,539		$1,355,539
Contracted Services	$0	$71,488	$0	$284,342	$0	$355,830		$355,830
Supplies	$85,870	$210,176	$0	$0	$10,827	$306,873		$306,873
Electricity			$402,686			$402,686		$402,686
Natural Gas/Heating Fuel			$264,074			$264,074		$264,074
Sewer and Water			$38,071			$38,071		$38,071
Telecommunications			$9,311			$9,311		$9,311
Insurance					$162,181	$162,181		$162,181
Amortization of capital assets								
Supported							$853,492	$853,492
Unsupported						$72,930		$72,930
Total Amortization						$72,930	$853,492	$926,422
Interest on capital debt								
Supported							$624,901	$624,901
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$278		$278
Cost recoveries & transfers						($39,341)		($39,341)
TOTAL EXPENSES	$936,108	$665,844	$714,142	$284,342	$294,129	$2,928,432	$1,478,393	$4,406,825
SQUARE METRES								
School Buildings								46,098.0
Non School Buildings								3,786.0
UNCERTIFICATED FTE'S (Board/Contract)	22.6	8.5						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations.
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 2045

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Gordon Knnke	1.0	$14,160	$4,591	$0			$18,751	$6,437
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Jo-Lee Godfrey	1.0	$12,893	$3,492	$0			$16,385	$6,378
Name	Lee Picket	1.0	$9,739	$3,309	$0			$13,048	$3,227
Name	Shaun Roth	1.0	$10,217	$3,737	$0			$13,954	$1,510
Name	Max Tateson	1.0	$7,931	$3,318	$0			$11,249	$875
Name	Inge Ellefson	1.0	$7,908	$3,610	$0			$11,518	$1,085
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*6.0*	*$62,848*	*$22,057*	*$0*			*$84,905*	*$19,512*
Superintendent	Cal Cosh	1.0	$115,000	$9,675	$0	$0	$0	$124,675	$20,454
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Lee Ann Woods	1.0	$94,000	$17,337	$0	$0	$0	$111,337	$8,031
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		217.1	$15,275,086	$1,567,710	$0	$0	$558,583	$17,401,379	
Uncertificated Salaries & Wages		264.1	$5,872,289	$984,175	$0	$0	$0	$6,856,464	
TOTALS			**$21,419,223**	**$2,600,954**	**$0**	**$0**	**$558,583**	**$24,578,760**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 8040

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

The Greater North Central Francophone Education Region No. 2
Legal Name of School Jurisdiction

301, 8627 - 91 Street, Edmonton, Alberta, T6C 3N1
Mailing Address

Telephone: (780) 468-6440 and Fax: (780) 440-1631
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules The Greater North Central Francophone Education Region No. 2
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN	
Claude Duret	"ORIGINAL SIGNED"
Name	**Signature**

SUPERINTENDENT	
Henri Lemire	"ORIGINAL SIGNED"
Name	**Signature**

SECRETARY TREASURER OR TREASURER	
Robert Nantel	"ORIGINAL SIGNED"
Name	**Signature**

November 8, 2005
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

Auditors' Report

To the Board of Trustees,
The Greater North Central Francophone
Education Region No. 2

We have audited the statement of financial position of **The Greater North Central Francophone Education Region No. 2** as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2005 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

King + Company

Edmonton, AB
October 28, 2005

KING & COMPANY,
Chartered Accountants

School Jurisdiction Code: 8040

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$2,617,805	$2,333,060
Accounts receivable (net after allowances)		$1,145,575	$1,116,982
Prepaid expenses		$176,825	$282,938
Other current assets		$0	$0
Total current assets		$3,940,205	$3,732,980
School generated assets		$270,826	$294,208
Trust assets		$55,846	$49,034
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$3,884,000	$3,884,000
Buildings	$27,007,004		
Less: accumulated amortization	($9,045,765)	$17,961,239	$19,096,927
Equipment	$2,037,488		
Less: accumulated amortization	($1,177,497)	$859,991	$1,011,971
Vehicles	$143,237		
Less: accumulated amortization	($98,696)	$44,541	$11,048
Total capital assets		$22,749,771	$24,003,946
TOTAL ASSETS		$27,016,648	$28,080,168
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$487,616	$1,044,274
Deferred revenue		$805,198	$492,704
Deferred capital allocations		$20,975	($534,582)
Current portion of all long term debt		$14,829	$14,829
Total current liabilities		$1,328,618	$1,017,225
School generated liabilities		$270,826	$294,208
Trust liabilities		$55,846	$49,034
Employee future benefits liability		$94,000	$58,683
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$74,035	$88,864
	Less: Current portion of supported debt	($14,829)	($14,829)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$18,363,793	$19,594,110
Total long term liabilities		$18,843,671	$20,070,070
TOTAL LIABILITIES		$20,172,289	$21,087,295
NET ASSETS			
Unrestricted net assets		$2,187,537	$2,320,545
Operating Reserves		$174,879	$181,356
Accumulated Operating Surplus (Deficit)		$2,362,416	$2,501,901
Investment in capital assets		$4,311,943	$4,320,972
Capital Reserves		$170,000	$170,000
Total Capital Funds		$4,481,943	$4,490,972
Total net assets		$6,844,359	$6,992,873
TOTAL LIABILITIES AND NET ASSETS		$27,016,648	$28,080,168

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 8040

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$18,461,553	$17,763,935	$16,409,717
Federal Government and/or First Nations	$809,825	$930,000	$499,978
Other Alberta school authorities	$123,051	$130,000	$120,100
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$4,364	$0	$4,763
Instruction resource fees	$212,626	$260,637	$260,637
Transportation fees	$0	$0	$0
Other sales and services	$61,809	$25,000	$23,991
Investment income	$69,965	$60,000	$68,552
Gifts and donations	$19,261	$6,462	$8,260
Rentals of facilities	$22,378	$22,120	$23,826
Net school generated funds	$388,823	$170,000	$179,082
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$1,307,723	$1,285,274	$1,289,159
Total Revenues	$21,481,378	$20,653,428	$18,888,065
EXPENSES			
Certificated salaries	$8,858,218	$8,602,820	$7,800,003
Certificated benefits	$914,697	$923,726	$814,664
Uncertificated salaries and wages	$2,541,135	$2,419,900	$2,186,238
Uncertificated benefits	$444,862	$511,088	$389,552
Services, contracts and supplies	$6,991,046	$7,180,644	$6,056,884
Net school generated funds	$388,823	$170,000	$179,082
Capital and debt services			
Amortization of capital assets			
Supported	$1,307,723	$1,285,274	$1,289,159
Unsupported	$172,940	$177,856	$173,971
Total Amortization of capital assets	$1,480,663	$1,463,130	$1,463,130
Interest on capital debt			
Supported	$9,618	$12,459	$12,458
Unsupported	$0	$0	$0
Total Interest on capital debt	$9,618	$12,459	$12,458
Other interest charges	$830	$0	$233
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$21,629,892	$21,283,767	$18,902,244
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	($148,514)	($630,339)	($14,179)
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($148,514)	($630,339)	($14,179)

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 8040

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($148,514)	($14,179)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,307,723)	($1,289,159)
Total amortization expense	$1,480,663	$1,463,130
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts		
Accounts receivable	($28,593)	($125,230)
Prepaids and other current assets	$106,113	$5,282
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($556,658)	($1,595,281)
Deferred revenue	$312,494	($206,034)
Employee future benefit expense (recovery)	$35,317	$43,683
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($106,901)	($1,717,788)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	($523,978)
Equipment	($181,947)	($370,353)
Vehicles	($44,541)	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($226,488)	($894,331)
C. FINANCING ACTIVITIES		
Capital allocations	$618,134	$644
Issue of long term debt	$0	$0
Repayment of long term debt	($14,829)	($41,248)
Add back: supported portion	$14,829	$41,248
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$618,134	$644
Net sources (uses) of cash during year	$284,745	($2,611,475)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$2,333,060	$4,944,535
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$2,617,805	$2,333,060

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.

2 Cash and temporary investments are net of cash obligations.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005
(in dollars)

School Jurisdiction 8040

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$6,992,873	$4,320,972	$2,320,545	$351,356	$61,356	$170,000	$120,000	$0	$0	$0	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug 31, 2004	$6,992,873	$4,320,972	$2,320,545	$351,356	$61,356	$170,000	$120,000	$0	$0	$0	$0	$0	$0	$0
Surplus(def) of revenue over expense	($148,514)		($148,514)											
Board funded capital transactions		$163,911	($163,911)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($1,480,663)	$1,480,663											
Amortization of capital allocations		$1,307,723	($1,307,723)											
Disposal of unsupported capital asset	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			$6,477	($6,477)	($6,477)		$0		$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$6,844,359	$4,311,943	$2,187,537	$344,879	$54,879	$170,000	$120,000	$0	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 8040

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	($534,582)	$19,594,110
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	($534,582)	$19,594,110
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$618,114	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$20	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$14,829
Expended capital allocations - current year	($62,577)	$62,577
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$1,307,723
Balance at August 31, 2005	$20,975	$18,363,793

Notes to the Financial Statements
For the Year Ended August 31, 2005

1. AUTHORITY AND PURPOSE

The school jurisdiction delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3.

The jurisdiction receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The school jurisdiction is limited on certain funding allocations and administration expenses.

2. ACCOUNTING POLICIES

These financial statements are prepared in accordance with Canadian generally accepted accounting principles and include the following significant policies:

Revenue Recognition

The school jurisdiction follows the deferral method of accounting for contributions. Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received.

Capital Assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2.5% to 4%
Vehicles	33⅓%
Equipment and furnishings	20% and 33⅓%

Capital assets with costs in excess of $5,000 are capitalized. Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

School Generated Funds

These are funds which come under the control and responsibility of a school principal for school activities. They are usually collected, retained and expended at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

2. ACCOUNTING POLICIES (Continued)

Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the school jurisdiction does not make pension contributions for certificated staff.

The school jurisdiction participates in a multi-employer pension plan, the Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of $16,944 for the year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1,288,924,000 (2003 deficiency of $1,453,487,000).

The school jurisdiction maintains a defined contribution plan under which amounts are contributed to employees' RRSP accounts. Expense for this plan is equal to the school jurisdiction's required contribution for the year.

The school jurisdiction also has a retirement benefit obligation. This obligation is unfunded and requires no contributions from employees. Expense for this obligation is recorded using the projected benefit method prorated on services. A transitional accrued benefit obligation is accounted for prospectively and amortized using the straight-line method over 6 years.

Prepaid Expenses

Certain expenditures incurred before the close of the school year are for school supplies which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

Contributed Services

Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

Use of Estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results may differ from those estimates.

2. ACCOUNTING POLICIES (Continued)

Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the school jurisdiction to set aside funds for operating and capital purposes. Such reserves are appropriations of unrestricted net assets.

3. ACCOUNTS RECEIVABLE

	2005	2004
Province of Alberta	$ 589,868	$ 656,995
Federal government	540,439	446,791
Other	12,187	12,701
Other school jurisdictions	3,081	495
	$1,145,575	$1,116,982

4. BANK INDEBTEDNESS

The school jurisdiction has negotiated a line of credit in the amount of $100,000 that bears interest at the bank prime rate. This line of credit, which is secured by a borrowing bylaw and a security agreement, covers all revenue of the school jurisdiction. There was no balance outstanding on the line of credit at August 31, 2005.

5. DEFERRED REVENUE

	2005	2004
Infrastructure Maintenance Program	$450,585	$371,676
Regional Education Consulting Services	149,808	-
Subsequent year funding	100,000	-
Infrastructure plant operations and maintenance	94,237	-
Portable setup	10,568	-
One-time modernization grants	-	121,028
Total	$805,198	$492,704

6. EMPLOYEE FUTURE BENEFITS

Changes to the employee future benefits obligation relating to the retirement benefit plan consist of the following:

	2005	2004
Opening balance	$ 58,683	$ 15,000
Current expense for the period:		
Current service costs	24,317	32,683
Amortization of transitional obligation	11,000	11,000
	35,317	43,683
Closing balance	$ 94,000	$ 58,683

At the beginning of 2003, the school jurisdiction became obligated under current contracts for employee future benefits at retirement. Management prepared a valuation for accounting purposes using the projected benefit method prorated on services. Based upon this valuation, it was determined that the school jurisdiction had an accrued benefit obligation at September 1, 2002 of $66,000. The average remaining service period of employees at that time was 6 years. The school jurisdiction has decided to amortize this transitional obligation using a straight-line method over 6 years.

Changes to the transitional obligation consist of the following:

	2005	2004
Opening balance	$ 44,000	$ 55,000
Less current amortization	11,000	11,000
Closing balance	$ 33,000	$ 44,000

Included in expenses are the following:

	2005	2004
Registered retirement savings plan	$ 76,269	$ 57,892
Retirement benefit obligation	35,317	43,683
Local Authorities Pension Plan	16,944	16,299
	$128,530	$117,874

At the beginning of 2003, the school jurisdiction became obligated under current contracts for employee future benefits at retirement.

7. LONG-TERM DEBT

The school jurisdiction has the following debentures outstanding for the financing of construction of school buildings having a carrying value of $4,122,170:

	2005	2004
Alberta Capital Finance Authority:		
11.625% due April 15, 2010	$ 73,598	$ 88,318
11.125% due October 15, 2008	437	546
	74,035	88,864
Due within one year	14,829	14,829
	$ 59,206	$ 74,035

Principal repayments required in each of the next five fiscal years are as follows:

2006	$ 14,829
2007	14,829
2008	14,829
2009	14,829
2010	14,719

8. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose received or receivable by the school jurisdiction, but the related expenditure had not been made at year-end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

9. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended, as well as fully-supported debenture principal repayments.

10. RESTRICTIONS ON NET ASSETS

The Board of Trustees have internally restricted unrestricted net assets for internal activities which are expected to be carried on by the Education Region itself. These internally restricted amounts are not available for other purposes without the approval of the Board of Trustees.

11. COMMITMENTS

Building Projects

The school jurisdiction is committed to further capital expenditures of approximately $200,000 for the addition and modernization of two schools. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure.

Operating Leases

The school jurisdiction is committed until December 31, 2006 under operating leases for premises to annual rent of $59,643 plus occupancy expenses as defined in the leases. It is also committed to annual vehicle operating leases of $15,828 until August 31, 2009.

12. ECONOMIC DEPENDENCE

The school jurisdiction's primary source of income is from the Alberta Government. It's ability to continue viable operations is dependent on this funding.

13. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only.

14. FINANCIAL INSTRUMENTS

The school jurisdiction's financial instruments comprise of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the school jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The school jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

School Jurisdiction Cod 6040

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) **Alberta Education Revenues**	$16,819,692	$11,979,860	$731,953	$2,555,668	$960,638	$591,573
Alberta Infrastructure and Transportation						
(2) Infrastructure Maintenance Program & Portable Relocations support	$231,592	$0	$231,592			
(3) Regular Operations & Maintenance support	$1,156,666		$1,156,666			
(4) Other support	$241,185	$0	$241,185			
(5) **Total Alberta Infrastructure and Transportation Revenues**	$1,629,443	$0	$1,629,443			
(6) **Alberta Finance**	$9,618		$9,618			$0
(7) **Other - Government of Alberta**	$2,800	$0	$2,800	$0	$0	$0
(8) **Federal Government and/or First Nations**	$809,825	$574,415	$0	$0	$0	$235,410
(9) **Other Alberta school authorities**	$123,051	$3,750	$0	$0	$0	$119,301
(10) **Out of province authorities**	$0	$0	$0	$0	$0	$0
(11) **Alberta municipalities** (excl. supplementary requisitions)	$4,364	$4,364	$0	$0	$0	$0
(12) **Instruction resource fees**	$212,626	$212,626				
(13) **Transportation fees**	$0			$0		
(14) **Other sales and services**	$61,809	$25,713	$0	$0	$34,046	$2,050
(15) **Investment income**	$69,965	$45,845	$8,850	$10,234	$5,036	$0
(16) **Gifts and donations**	$19,261	$19,261	$0	$0		$0
(17) **Rentals of facilities**	$22,378	$0	$22,378	$0	$0	$0
(18) **Net school generated funds**	$388,823	$388,823			$0	
(19) **Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(20) **Amortization of capital allocations**	$1,307,723	$10,555	$1,297,168	$0		$0
(21) **TOTAL REVENUES**	$21,481,378	$13,265,212	$3,702,210	$2,565,902	$999,720	$948,334
EXPENSES						
(22) **Certificated salaries**	$8,858,218	$8,570,810			$159,406	$128,002
(23) **Certificated benefits**	$914,697	$887,422			$9,863	$17,412
(24) **Uncertificated salaries and wages**	$2,541,135	$1,448,956	$544,825	$75,355	$358,832	$113,167
(25) **Uncertificated benefits**	$444,862	$266,910	$86,695	$15,688	$62,159	$13,410
(26) **SUB - TOTAL**	$12,758,912	$11,174,098	$631,520	$91,043	$590,260	$271,991
(27) **Services, contracts & supplies**	$6,991,046	$1,842,548	$1,752,404	$2,330,511	$416,902	$648,681
(28) **Cost recoveries & charges to programs**	$0	$0	$0	$0	($27,540)	$27,540
(29) **Net school generated funds**	$388,823	$388,823				
Capital and debt services						
Amortization of capital assets						
(30) Supported	$1,307,723	$10,555	$1,297,168	$0	$0	$0
(31) Unsupported	$172,940	$141,882	$11,500	$0	$19,558	$0
(32) Total Amortization	$1,480,663	$152,437	$1,308,668	$0	$19,558	$0
Interest on capital debt						
(33) Supported	$9,618	$0	$9,618	$0	$0	$0
(34) Unsupported	$0	$0	$0	$0	$0	$0
(35) Other interest charges	$830	$168	$0	$0	$540	$122
(36) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37) **TOTAL EXPENSES**	$21,629,892	$13,558,074	$3,702,210	$2,421,554	$999,720	$948,334
(38) **SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	($148,514)	($292,862)	$0	$144,348	$0	$0

School Jurisdiction Code: 8040

SCHEDULE B to the AFS
ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$486,472
Base Instruction (Gr 1-12)	$8,057,481
Outreach Programs	$52,020
Home Education	$0
Differential Cost Funding *	$6,069,611
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$570,192
Learning Resources Credit	$13,567
Federal French Funding	$221,169
Provincial Priority Targeted Funding	
Class Size Initiative	$254,428
Student Health Initiative (SHI)	$73,357
Alberta Initiative for School Improvement (AISI)	$201,105
High Speed Networking	$11,500
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe) Operations & mntce $731,953; Virtual School $75,000; Microsoft rebate $1,837	$808,790
Total Alberta Education Revenues	$16,819,692

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services

School Jurisdiction Code: 8040

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$1,074,876	$457,604	$530,779		$0	$47,031	$2,110,290
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$25,541	$100,909	$1,146		$0		$127,596
ECS Program Unit (PUF)	$0	$88,328	$4,300		$0		$92,628
Severe Disabilities (Gr 1-12)	$26,618	$4[illegible]576	$2,423		$0		$511,617
English as a Second Language	$124,974	$0	$326		$0		$125,300
French Language Program & Francisation (all jurisdictions)	$135,388	$13,239	$2,466		$0		$151,093
First Nations, Metis and Inuit Education (ECS - Gr 12)	$0	$0	$0		$0		$0
Home Education	$0	$0	$0		$0		$0
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$169,312	$14,039	$17,754	$0	$0		$201,105
Student Health Initiative	$0	$68,118	$5,708		$0		$73,826
High Speed Networking			$11,500		$0		$11,500
Class Size	$254,428	$0	$0	$0	$0		$254,428
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$7,647,095	$491,053	$973,884	$292,430	$0	$494,229	$9,898,691
TOTAL EXPENSES	$9,458,232	$1,715,866	$1,550,286	$292,430	$0	$541,260	$13,558,074

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	0.3	4.0
ECS Program Unit (PUF)	0.0	3.2
Severe Disabilities (Gr 1-12)	0.3	17.4

Note 1 Excludes Learning Resources

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets

School Jurisdiction Code: 8040

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES		**$21,629,892**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**6.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,297,794

Considerations for Charter Schools and Small School Boards:

If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	1,625	
	$408,000	$1,297,794
MAXIMUM EXPENSE LIMIT		**$1,297,794**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$999,720
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$999,720
MAXIMUM EXPENSE LIMIT	$1,297,794
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$298,074

School Jurisdiction Code: 8040

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$294,208
Source of Net School Generated Funds:				
Fundraising activities	$316,317	$13,048	$303,269	
Student fees (Non-Instructional) (Note 2)	$55,821		$55,821	
Donations and grants to schools	$6,351		$6,351	
Other (describe):	$0	$0	$0	
Net Additions to SGF	$378,489	$13,048		$365,441
Net SGF Available for Discretionary Spending				$659,649
Application of Net School Generated Funds:				
Extra-curricular activities			$326,012	
School beautification			$0	
Field Trips			$58,323	
Equipment			$4,488	
Family literacy and other community resources			$0	
Other (describe):			$0	
Net SGF Expended for Discretionary Purposes (Note 3)				$388,823
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$270,826

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1	Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.
Note 2	Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.
Note 3	Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.
Note 4	Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 8040

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$544,825	$0	$0	$0	$0	$544,825		$544,825
Uncertificated benefits	$86,695	$0	$0	$0	$0	$86,695		$86,695
Sub-total Remuneration	$631,520	$0	$0	$0	$0	$631,520		$631,520
Contracted Services	$111,155	$488,174	$50,625	$421,599	$92,323	$1,163,876		$1,163,876
Supplies	$72,116	$5,907	$0	$51,178	$2,118	$131,319		$131,319
Electricity			$230,641			$230,641		$230,641
Natural Gas/Heating Fuel			$168,116			$168,116		$168,116
Sewer and Water			$29,773			$29,773		$29,773
Telecommunications			$2,610			$2,610		$2,610
Insurance					$26,069	$26,069		$26,069
Amortization of capital assets								
Supported							$1,297,168	$1,297,168
Unsupported						$11,500		$11,500
Total Amortization						$11,500	$1,297,168	$1,308,668
Interest on capital debt								
Supported							$9,618	$9,618
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$814,791	$494,081	$481,765	$472,777	$120,510	$2,395,424	$1,306,786	$3,702,210
SQUARE METRES								
School Buildings								32,000.6
Non School Buildings								728.0
UNCERTIFICATED FTE'S (Board/Contract)	17.3	1.0						

Notes:

Custodial: All expenses related to activities undertaken to keep the school environment clean and safe

Maintenance: All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components

Utilities & Telecommunications: All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications

Expensed Block Mod/I.M.P. & Portable Relocations: All expenses associated with non-capital activites related to Block Modemization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations.

Facility Planning & Operations Administration: All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations

Supported Capital & Debt Services: All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 6040

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Claude Duret	1.0	$6,433	$78	$0			$6,511	$6,641
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Martin Blanchet	1.0	$8,485	$160	$0			$8,645	$5,347
Name	Laurent Bolduc	0.9	$3,775	$61	$0			$3,836	$4,401
Name	Josée Devaney	0.9	$5,480	$124	$0			$5,604	$1,445
Name	Paul Dumont	0.9	$5,780	$98	$0			$5,878	$2,611
Name	Fred Kreiner	0.9	$4,205	$75	$0			$4,280	$1,901
Name	Denis Vincent	0.9	$1,580	$60	$0			$1,640	$321
Name	Paul Dubé	0.1	$210	$0	$0			$210	$0
Name	Pierre Desrochers	0.1	$275	$0	$0			$275	$0
Name	Nicole Burrows	0.1	$225	$0	$0			$225	$39
Name	Enc Lavoie	0.1	$655	$0	$0			$655	$39
Name	Léo Parent	0.1	$225	$0	$0			$225	$2,456
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*7.0*	*$37,328*	*$657*	*$0*			*$37,985*	*$25,202*
Superintendent	Henn Lemire	1.0	$159,406	$9,863	$0	$0	$0	$169,269	$25,239
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Robert Nantel	1.0	$121,469	$14,980	$0	$0	$0	$136,449	$11,674
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		0.0	$8,698,812	$904,834	$0	$0	$0	$9,603,646	
Uncertificated Salaries & Wages		0.0	$2,382,338	$429,225	$0	$0	$0	$2,811,563	
TOTALS			**$11,399,353**	**$1,359,559**	**$0**	**$0**	**$0**	**$12,758,912**	

Note: Please refer to completion information on page 15

School Jurisdiction Code 0096

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Greater Southern Public Francophone Education Region No. 4
Legal Name of School Jurisdiction

2ème étage, 360 - 94 ave SE, Calgary - AB T2J 0E8
Mailing Address

tel: 403-686-6998 fax: 403-686-2914
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Greater Southern Public Francophone Education Region No 4
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Anne-Marie Boucher	**"ORIGINAL SIGNED"**
Name	Signature

SUPERINTENDENT

Dr. Richard Slevinsky	**"ORIGINAL SIGNED"**
Name	Signature

SECRETARY TREASURER OR TREASURER

Yvan Beaubien	**"ORIGINAL SIGNED"**
Name	Signature

30-Nov-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jerry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

AUDITORS' REPORT

TO THE BOARD OF TRUSTEES

Greater Southern Public Francophone Education Region No. 4

We have audited the statement of financial position of the Greater Southern Public Francophone Education Region No. 4 as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2005 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

'Original Signed'
Joly, M^{c}Carthy & Dion

ST. PAUL, ALBERTA
November 24, 2005

CHARTERED ACCOUNTANTS

School Jurisdiction Code: 0098

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$871,680	$761,511
Accounts receivable (net after allowances)		$963,098	$884,763
Prepaid expenses		$95,559	$12,691
Other current assets		$0	$0
Total current assets		$1,930,337	$1,658,965
School generated assets		$22,894	$30,306
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$148,786	$148,786
Buildings	$6,573,053		
Less: accumulated amortization	($324,212)	$6,248,841	$6,424,093
Equipment	$527,513		
Less: accumulated amortization	($63,162)	$464,351	$314,903
Vehicles	$19,064		
Less: accumulated amortization	$0	$19,064	$0
Total capital assets		$6,881,042	$6,887,782
TOTAL ASSETS		$8,834,273	$8,577,053
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$373,600	$330,285
Deferred revenue		$915,806	$1,036,291
Deferred capital allocations		$0	$87,008
Current portion of all long term debt		$0	$0
Total current liabilities		$1,289,406	$1,453,584
School generated liabilities		$22,894	$30,306
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$0	$0
	Less: Current portion of supported debt	$0	$0
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$6,559,691	$6,611,514
Total long term liabilities		$6,582,585	$6,641,820
TOTAL LIABILITIES		$7,871,991	$8,095,404
NET ASSETS			
Unrestricted net assets		$426,427	$0
Operating Reserves		$214,504	$205,381
Accumulated Operating Surplus (Deficit)		$640,931	$205,381
Investment in capital assets		$321,351	$276,268
Capital Reserves		$0	$0
Total Capital Funds		$321,351	$276,268
Total net assets		$962,282	$481,649
TOTAL LIABILITIES AND NET ASSETS		$8,834,273	$8,577,053

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 0098

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$6,893,048	$5,853,996	$5,027,628
Federal Government and/or First Nations	$8,640	$9,590	$8,702
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$51,015	$42,175	$28,292
Transportation fees	$0	$0	$0
Other sales and services	$0	$0	$6,450
Investment income	$17,985	$0	$21,937
Gifts and donations	$0	$0	$0
Rentals of facilities	$10,771	$0	$13,508
Net school generated funds	$38,001	$41,500	$16,587
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$214,319	$0	$155,592
Total Revenues	$7,233,779	$5,947,261	$5,278,696
EXPENSES			
Certificated salaries	$2,820,025	$2,656,269	$2,357,586
Certificated benefits	$328,159	$303,969	$266,140
Uncertificated salaries and wages	$679,665	$727,128	$574,069
Uncertificated benefits	$138,516	$104,510	$73,156
Services, contracts and supplies	$2,524,721	$2,110,033	$2,037,711
Net school generated funds	$38,001	$41,500	$16,587
Capital and debt services			
Amortization of capital assets			
Supported	$214,319	$409	$155,592
Unsupported	$8,974	$2,693	$2,693
Total Amortization of capital assets	$223,293	$3,102	$158,285
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$766	$750	$574
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$6,753,146	$5,947,261	$5,484,108
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$480,633	$0	($205,412)
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$480,633	$0	($205,412)

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 0098

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$480,633	($205,412)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($214,319)	($155,592)
Total amortization expense	$223,293	$158,285
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($78,335)	$805,958
Prepaids and other current assets	($82,868)	($959)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$43,315	($442,736)
Deferred revenue	($120,485)	$303,176
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$251,234	$462,720
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	($139,528)
Equipment	($197,489)	($259,906)
Vehicles	($19,064)	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($216,553)	($399,434)
C. FINANCING ACTIVITIES		
Capital allocations	$75,488	$314,292
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$75,488	$314,292
Net sources (uses) of cash during year	$110,169	$377,578
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$761,511	$383,933
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$871,680	$761,511

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.
2 Cash and temporary investments are net of cash obligations.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

School Jurisdiction 0098

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$481,649	$276,268	$0	$205,381	$79,727	$0	$95,678	$0	$29,976	$0	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$481,649	$276,268	$0	$205,381	$79,727	$0	$95,678	$0	$29,976	$0	$0	$0	$0	$0
Surplus(def) of revenue over expense	$480,633		$480,633											
Board funded capital transactions		$54,057	($54,057)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($223,293)	$223,293											
Amortization of capital allocations		$214,319	($214,319)											
Disposal of unsupported capital asset	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($39,099)	$39,099	$39,099		$0		$0		$0		$0	
Net transfers from operating reserves			$29,976	($29,976)	$0		$0		($29,976)		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$962,282	$321,351	$426,427	$214,504	$118,826	$0	$95,678	$0	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 0098

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005
(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$87,008	$6,611,514
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$87,008	$6,611,514
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$75,488	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$0
Expended capital allocations - current year	($162,496)	$162,496
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$214,319
Balance at August 31, 2005	$0	$6,559,691

GREATER SOUTHERN PUBLIC FRANCOPHONE EDUCATION REGION NO. 4
NOTES TO THE SUMMARY FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2005

1. Authority and Purpose

The School Jurisdiction delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3.

The jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration expenses.

The jurisdiction is exempt from tax under the Income Tax Act.

2. Summary of Significant Accounting Policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital contributions until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the contributions.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

2. **Summary of Significant Accounting Policies** (continued)

b) Capital Assets

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight-line basis at the following rates:

Buildings	2.5% - 4%
Equipment	10% - 20%

Only capital assets with costs in excess of $5,000 are capitalized. The amortization of the asset will commence in the fiscal year following the year of acquisition. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) School Generated Funds

These are funds which come under the control and responsibility of the school principal for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trips, etc.).

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

e) Prepaid expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

f) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school jurisdiction to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school-generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

g) Financial Instruments

The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, and accrued liabilities. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

2. Summary of Significant Accounting Policies (continued)

h) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and capital purposes. Such reserves are appropriations of unrestricted net assets.

i) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Greater Southern Public Francophone Education Region No. 4 does not make pension contributions for certified staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $37,425 for the year ended August 31, 2005 ($15,922 – 2004). At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1,288,924,000 (2003 deficiency of $1,410,987,000).

3. Accounts Receivable

	2005	2004
Alberta Education	$ 211,785	$ 62,488
Alberta Infrastructure and Transportation	670,949	704,446
Other Province of Alberta	--	900
Other	80,364	116,929
	$ 963,098	$ 884,763

4. Accounts Payable and Accrued Liabilities

	2005	2004
Other Alberta School Jurisdictions	$ 9,580	$ 126,734
Other	364,020	203,551
	$ 373,600	$ 330,285

5. Deferred Revenue

	2005	2004
Infrastructure Maintenance Program	$ 113,903	$ 67,867
One-time funding 2002-03	32,799	32,799
Technology Integration funding	112,525	52,525
School start-up funding	111,068	459,673
Infrastructure Plant Operations and Maintenance grant	545,511	423,427
	$ 915,806	$ 1,036,291

GREATER SOUTHERN PUBLIC FRANCOPHONE EDUCATION REGION NO. 4
NOTES TO THE SUMMARY FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2005

6. Internally Restricted Net Assets

Net assets may be restricted by authorization of the Board of Trustees for future capital expenditures and future operating expenditures. The amounts are established and expended in accordance with terms and conditions established by the board.

	August 31 2004	Appropriated	Used	August 31 2005
Operating Reserves				
Board and system admin.	$ 29,976	$ --	$ 29,976	$ --
School	79,727	39,099	--	118,826
Operation and maintenance	95,678	--	--	95,678
	$ 205,381	$ 39,099	$ 29,976	$ 214,504

7. Deferred Capital Allocations

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose received or receivable by the jurisdiction, but the related expenditure has not been made at year-end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

8. Unamortized Capital Allocations

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended, as well as fully-supported debenture principal repayments.

9. Budget Amounts

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

10. Commitments

Leases

The school jurisdiction currently leases various equipment. The future minimum payments under these operating leases are as follows:

2006	$ 21,299
2007	15,360
2008	2,560
	$ 39,219

11. Contingent assets

The jurisdiction is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenses in the financial statements, as the value of the equity is subject to liability claims.

12. Economic Dependence on Related Third Party

The school jurisdiction's primary source of income is from the Alberta Government. The jurisdiction's ability to continue viable operations is dependent on this funding.

13. Comparative Figures

The comparative figures have been reclassified where necessary to conform to the 2005 presentation.

School Jurisdiction Cod 0098

SCHEDULE A to the AFS

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$5,808,389	$4,640,725	$0	$759,664	$408,000	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$11,414	$0	$11,414			
(3)	Regular Operations & Maintenance support	$660,642		$660,642			
(4)	Other support	$412,603	$189,563	$223,040			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$1,084,659	$189,563	$895,096			
(6)	**Alberta Finance**	$0		$0			$0
(7)	**Other - Government of Alberta**	$0	$0	$0	$0	$0	$0
(8)	**Federal Government and/or First Nations**	$8,640	$8,640	$0	$0	$0	$0
(9)	**Other Alberta school authorities**	$0	$0	$0	$0	$0	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12)	**Instruction resource fees**	$51,015	$51,015				
(13)	**Transportation fees**	$0			$0		
(14)	**Other sales and services**	$0	$0		$0	$0	$0
(15)	**Investment income**	$17,985	$8,071	$0	$0	$9,914	$0
(16)	**Gifts and donations**	$0	$0	$0	$0		$0
(17)	**Rentals of facilities**	$10,771	$0	$10,771	$0	$0	$0
(18)	**Net school generated funds**	$38,001	$38,001			$0	
(19)	**Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(20)	**Amortization of capital allocations**	$214,319	$41,659	$172,660	$0		$0
(21)	**TOTAL REVENUES**	$7,233,779	$4,977,674	$1,078,527	$759,664	$417,914	$0
	EXPENSES						
(22)	**Certificated salaries**	$2,820,025	$2,708,025			$112,000	$0
(23)	**Certificated benefits**	$328,159	$318,799			$9,360	$0
(24)	**Uncertificated salaries and wages**	$679,665	$471,879	$33,249	$31,824	$142,713	$0
(25)	**Uncertificated benefits**	$138,516	$105,587	$6,581	$6,486	$19,862	$0
(26)	**SUB - TOTAL**	$3,966,365	$3,604,290	$39,830	$38,310	$283,935	$0
(27)	**Services, contracts & supplies**	$2,524,721	$682,424	$863,446	$815,662	$163,189	$0
(28)	**Cost recoveries & charges to programs**	$0	$0	$0	$0	$0	$0
(29)	**Net school generated funds**	$38,001	$38,001				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$214,319	$41,659	$172,660	$0	$0	$0
(31)	Unsupported	$8,974	$6,383	$2,591	$0	$0	$0
(32)	Total Amortization	$223,293	$48,042	$175,251	$0	$0	$0
	Interest on capital debt						
(33)	Supported	$0	$0	$0	$0	$0	$0
(34)	Unsupported	$0	$0	$0	$0	$0	$0
(35)	Other interest charges	$766	$0	$0	$0	$766	$0
(36)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37)	**TOTAL EXPENSES**	$6,753,146	$4,372,757	$1,078,527	$853,972	$447,890	$0
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$480,633	$604,917	$0	($94,308)	($29,976)	$0

School Jurisdiction Code: 0098

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$285,508
Base Instruction (Gr 1-12)	$2,288,900
Outreach Programs	$0
Home Education	$1,862
Differential Cost Funding *	$2,636,327
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$3,459
Federal French Funding	$461,263
Provincial Priority Targeted Funding	
Class Size Initiative	$56,749
Student Health Initiative (SHI)	$9,396
Alberta Initiative for School Improvement (AISI)	$51,537
High Speed Networking	$2,388
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe) text books	$11,000
Total Alberta Education Revenues	$5,808,389

- Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services

School Jurisdiction Code: 0098

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$328,871	$161,057	$185,041		$0	$0	$674,969
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$0	$0	$24,716		$0		$24,716
ECS Program Unit (PUF)	$0	$50,399	$8,227		$0		$58,626
Severe Disabilities (Gr 1-12)	$0	$89,829	$2,284		$0		$92,113
English as a Second Language	$101,684	$4,619	$1,387		$0		$107,690
French Language Program & Francisation (all jurisdictions)	$262,131	$55,393	$3,514		$0		$321,038
First Nations, Metis and Inuit Education (ECS - Gr 12)	$0	$0	$0		$0		$0
Home Education	$972	$0	$889		$0		$1,861
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$51,537	$0	$677	$0	$0		$52,214
Student Health Initiative	$0	$0	$8,413		$0		$8,413
High Speed Networking			$2,448		$0		$2,448
Class Size	$56,749	$0	$0	$0	$0		$56,749
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$2,224,880	$216,169	$372,925	$71,903	$0	$86,043	$2,971,920
TOTAL EXPENSES	$3,026,824	$577,466	$610,521	$71,903	$0	$86,043	$4,372,757

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 1	0.0	0.0
ECS Program Unit (PUF)	0.0	2.2
Severe Disabilities (Gr 1-12)	0.0	3.5

[1] Note 1 Excludes Learning Resources

[2] Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets

School Jurisdiction Code: 0098

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES		**$6,753,146**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**6.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$405,189
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	550	
	$408,000	$408,000
MAXIMUM EXPENSE LIMIT		**$408,000**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$447,890
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	-$29,976
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$417,914
MAXIMUM EXPENSE LIMIT	$408,000
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	$9,914

School Jurisdiction Code: 0098

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$30,306
Source of Net School Generated Funds:				
Fundraising activities	$96,054	$71,449	$24,605	
Student fees (Non-Instructional) (Note 2)	$4,982		$4,982	
Donations and grants to schools	$810		$810	
Other (describe): interest	$192	$0	$192	
Net Additions to SGF	$102,038	$71,449		$30,589
Net SGF Available for Discretionary Spending				$60,895
Application of Net School Generated Funds:				
Extra-curricular activities			$36,857	
School beautification			$0	
Field Trips			$920	
Equipment			$0	
Family literacy and other community resources			$224	
Other (describe):			$0	
Net SGF Expended for Discretionary Purposes (Note 3)				$38,001
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$22,894

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 0098

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$0	$0	$0	$33,249	$33,249		$33,249
Uncertificated benefits	$0	$0	$0	$0	$6,581	$6,581		$6,581
Sub-total Remuneration	$0	$0	$0	$0	$39,830	$39,830		$39,830
Contracted Services	$138,466	$301,821	$2,903	$170,455	$66,176	$679,821		$679,821
Supplies	$20,637	$0	$0	$0		$20,637		$20,637
Electricity			$67,021			$67,021		$67,021
Natural Gas/Heating Fuel			$60,188			$60,188		$60,188
Sewer and Water			$13,264			$13,264		$13,264
Telecommunications			$1,411			$1,411		$1,411
Insurance					$21,104	$21,104		$21,104
Amortization of capital assets								
Supported							$172,660	$172,660
Unsupported						$2,591		$2,591
Total Amortization						$2,591	$172,660	$175,251
Interest on capital debt								
Supported							$0	$0
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$159,103	$301,821	$144,787	$170,455	$127,110	$905,867	$172,660	$1,078,527
SQUARE METRES								
School Buildings								12,538.7
Non School Buildings								0.0
UNCERTIFICATED FTE'S (Board/Contract)	3.0	0.2						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modemization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations.
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modemization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 0098

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Anne-Marie Boucher	1.0	$13,430	$319	$0			$13,749	$4,941
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Bonnie Lamoureux-McLean	1.0	$10,070	$141	$0			$10,211	$5,348
Name	Nicole Burel	1.0	$9,240	$127	$0			$9,367	$1,917
Name	Lise Piché-Moor	0.9	$3,670	$12	$0			$3,682	$3,570
Name	Alain Éthier	1.0	$10,115	$204	$0			$10,319	$3,362
Name	Mireille Dunn	0.1	$715	$0	$0			$715	$459
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*5.0*	*$47,240*	*$803*	*$0*			*$48,043*	*$19,597*
Superintendent	Dr. Richard Slevinsky	1.0	$112,000	$9,360	$0	$0	$0	$121,360	$25,324
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Yvan Beaubien	1.0	$85,313	$18,799	$0	$0	$0	$104,112	$7,799
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		41.8	$2,708,025	$318,799	$0	$0	$0	$3,026,824	
Uncertificated Salaries & Wages		20.4	$547,112	$118,914	$0	$0	$0	$666,026	
TOTALS			**$3,499,590**	**$466,675**	**$0**	**$0**	**$0**	**$3,966,365**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 97

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Greater Southern Separate Catholic Francophone Education Region No.4
Legal Name of School Jurisdiction

200, 4800 Richard Road S.W., Calgary, Alberta, T3E 6L1
Mailing Address

Phone: (403) 685-9881 / Fax: (403) 685-9884
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Greater Southern Separate Catholic Francophone Education Region No 4 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Adrian Gnyra	"ORIGINAL SIGNED"
Name	**Signature**

SUPERINTENDENT

Gérard Bissonnette	"ORIGINAL SIGNED"
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Suzanne Bédard	"ORIGINAL SIGNED"
Name	**Signature**

24-Nov-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

AUDITORS' REPORT

To the Board of Trustees of:
The Greater Southern Separate Catholic Francophone Education Region No. 4

We have audited the statement of financial position of **The Greater Southern Separate Catholic Francophone Education Region No. 4** as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2005 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information have been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

'Original Signed'
Certified General Accountants

October 28, 2005
Edmonton, Alberta

School Jurisdiction Code: 97

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$933,275	$919,459
Accounts receivable (net after allowances)		$452,809	$183,602
Prepaid expenses		$29,687	$38,685
Other current assets		$0	$0
Total current assets		$1,415,771	$1,141,746
School generated assets		$14,333	$13,192
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$5,741,411		
Less: accumulated amortization	($550,492)	$5,190,919	$5,374,416
Equipment	$689,348		
Less: accumulated amortization	($291,164)	$398,184	$467,303
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$5,589,103	$5,841,719
TOTAL ASSETS		$7,019,207	$6,996,657
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$472,803	$264,489
Deferred revenue		$269,792	$159,739
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$742,595	$424,228
School generated liabilities		$14,333	$13,192
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$5,254,672	$5,467,925
Total long term liabilities		$5,269,005	$5,481,117
TOTAL LIABILITIES		$6,011,600	$5,905,345
NET ASSETS			
Unrestricted net assets		$239,434	$255,000
Operating Reserves		$264,215	$342,991
Accumulated Operating Surplus (Deficit)		$503,649	$597,991
Investment in capital assets		$334,431	$373,794
Capital Reserves		$169,527	$119,527
Total Capital Funds		$503,958	$493,321
Total net assets		$1,007,607	$1,091,312
TOTAL LIABILITIES AND NET ASSETS		$7,019,207	$6,996,657

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 97

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$6,305,906	$5,790,183	$5,583,936
Federal Government and/or First Nations	$4,175	$0	$3,778
Other Alberta school authorities	$0	$0	$4,578
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$3,870	$3,000	$4,131
Transportation fees	$4,920	$5,700	$5,700
Other sales and services	$232	$0	$172
Investment income	$15,681	$11,900	$12,845
Gifts and donations	$0	$0	$0
Rentals of facilities	$6,000	$0	$665
Net school generated funds	$145,532	$4,500	$26,109
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$213,253	$211,064	$213,314
Total Revenues	$6,699,569	$6,026,347	$5,855,228
EXPENSES			
Certificated salaries	$3,011,424	$2,867,647	$2,672,790
Certificated benefits	$332,865	$345,418	$306,297
Uncertificated salaries and wages	$476,155	$444,387	$433,513
Uncertificated benefits	$98,822	$86,090	$86,348
Services, contracts and supplies	$2,413,052	$2,025,384	$1,896,067
Net school generated funds	$145,532	$4,500	$26,109
Capital and debt services			
Amortization of capital assets			
Supported	$213,253	$211,064	$213,314
Unsupported	$92,171	$88,297	$74,943
Total Amortization of capital assets	$305,424	$299,361	$288,257
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$6,783,274	$6,072,787	$5,709,381
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	($83,705)	($46,440)	$145,847
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($83,705)	($46,440)	$145,847

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 97

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($83,705)	$145,847
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($213,253)	($213,314)
Total amortization expense	$305,424	$288,257
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($269,207)	$21,018
Prepaids and other current assets	$8,998	($7,616)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$208,314	$87,543
Deferred revenue	$110,053	($53,268)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$66,624	$268,467
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	($52,808)	($416,318)
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($52,808)	($416,318)
C. FINANCING ACTIVITIES		
Capital allocations	$0	$17,846
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$0	$17,846
Net sources (uses) of cash during year	$13,816	($130,005)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$919,459	$1,049,464
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$933,275	$919,459

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements

2 Cash and temporary investments are net of cash obligations.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

School Jurisdiction 97

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$1,091,312	$373,794	$255,000	$462,518	$264,215	$119,527	$0	$0	$52,638	$0	$26,138	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$1,091,312	$373,794	$255,000	$462,518	$264,215	$119,527	$0	$0	$52,638	$0	$26,138	$0	$0	$0
Surplus(def) of revenue over expense	($83,705)		($83,705)											
Board funded capital transactions		$52,808	($52,808)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($305,424)	$305,424											
Amortization of capital allocations		$213,253	($213,253)											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers from operating reserves			$78,776	($78,776)	$0		$0		($52,638)		($26,138)		$0	
Net transfers to capital reserves			($50,000)	$50,000		$50,000		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$1,007,607	$334,431	$239,434	$433,742	$264,215	$169,527	$0	$0	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 97

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$0	$5,467,925
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$0	$5,467,925
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$0
Expended capital allocations - current year	$0	$0
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$213,253
Balance at August 31, 2005	$0	$5,254,672

1. AUTHORITY AND PURPOSE

On July 7, 2000 by order of the Minister of Learning of Alberta, the Greater Southern Separate Catholic Francophone Education Region No. 4 was established. The school jurisdiction receives block allocations for instruction and support for the delivery of a catholic francophone educational program under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3. The jurisdiction is exempt from tax under the Canada Income Tax Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta School jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Revenue Recognition:
Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Unrestricted contributions are recognized as revenue when received and receivable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is applied.

Capital Assets:
Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis. Capital assets transferred from other jurisdictions are recorded at their net book value and amortized over the remaining useful lives on a straight-line basis.

Buildings	10 to 40 years
Site development	20 years
Furniture, equipment	5 to 10 years

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

School Generated Funds:
These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. Yearbook sales, graduation fees, field trip fees, etc.)

Financial Instruments:
The jurisdiction's financial instruments consist of cash, accounts receivable and accounts payable. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risk arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

Vacation Pay:
Vacation pay is accrued in the period in which the employee earns the benefit.

Prepaid expenses:
Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

Contributed Services:
Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

Operating and Capital Reserves:
Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

Pensions:
Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the School Division does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of $29,331for the year ended August 31, 2005 ($19,137 in 2004). At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1,288,924,000 (2003 deficiency of $1,453,487,000).

Employee future benefits
The school jurisdiction accrues its obligations under employee future benefit plans and expenses the related costs. There is no financial impact on the school jurisdiction at this time.

3. ACCOUNTS RECEIVABLE

	2005 $	2004 $
Alberta Education	218,681	48,602
Alberta Infrastructure & Transportation	150,106	75,978
Federal Government	58,266	40,052
Other	25,756	14,392
Other Alberta School Jurisdictions	0	4,578
	452,809	183,602

4. CAPITAL ASSETS

	Cost $	Accumulated Depreciations $	Net Book Value 2005 $	Net Book Value 2004 $
Building	5,188,757	446,104	4,742,653	4,891,354
Site development	552,654	104,388	448,266	483,062
Furniture & equipment	689,348	291,164	398,184	467,303
	6,430,759	841,656	5,589,103	5,841,719

5. ACCOUNTS PAYABLE

	2005 $	2004 $
Alberta Education	3,444	2,124
Alberta Infrastructure & Transportation	0	25,485
Other Alberta School Jurisdictions	33,148	15,537
Other trade payables & accrued liabilities	436,211	221,343
	472,803	264,489

6. DEFERRED REVENUE

	2005 $	2004 $
Alberta Education - O & M	60,286	55,295
Alberta Education – High Speed Networking	60,000	0
Alberta Education – Classroom Resources	15,000	0
Alberta Education – Class Size funding	20,000	0
Infrastructure maintenance program (formerly BQRP)	114,506	104,444
	269,792	159,739

7. UNAMORTIZED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the jurisdiction, or qualifying assets transferred from other jurisdictions have been capitalized. These allocations are amortized on a basis consistent with the capital asset that the allocation funded.

8. OTHER REVENUE FROM ALBERTA EDUCATION

	2005 $	2004 $
SAIT Partnership	23,510	0
Microsoft license rebate	365	0
Operations and maintenance	106,996	0
Unfunded cost pressures	0	21,238
Grade 10 supplementary funding	0	8,120
	130,871	29,358

9. INTERNALLY RESTRICTED NET ASSETS

Net assets may be restricted by authorization of the Board of Trustees for future capital expenditures and future operating expenditures. The amounts are established and expended in accordance with terms and conditions established by the Board.

	Balance Aug 31/04 $	Appropriated $	Used $	Balance Aug 31/05 $
Operating Reserves:				
Board and system admin.	52,638	0	52,638	0
School based	264,215	0	0	264,215
Transportation	26,138	0	26,138	0
	342,991	0	0	264,215
Capital Reserves:				
Equipment	119,527	50,000	0	169,527
Total	462,518	50,000	78,776	433,742

10. COMMITMENTS

Leases and service contracts:
The school jurisdiction currently leases space and signed a maintenance service contract. The future minimum payments for the next five years under these commitments are as follows:

	$
2006	21,990
2007	1,990
2008	0
2009	0
2010	0
	23,980

The school jurisdiction also has agreements for transportation services and electricity services which are at a fixed rate per unit factor, which are in effect until 2008 and 2010 respectively.

11. CONTINGENCIES

The jurisdiction is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenses in the financial statements, as the value of equity is subject to liability claims.

As a result of events occurring in the normal course of operations; current outstanding claims may result in potential damages against the School Jurisdiction. At this time, the likelihood of a future claim pertaining to this fiscal year-end and its impact on the overall financial position of the jurisdiction is undeterminable.

12. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The School Division's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

13. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

14. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2005 presentation.

SCHEDULE A to the AFS

School Jurisdiction Cod 97

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$5,932,932	$4,487,661	$106,996	$930,275	$408,000	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$54,831	$0	$54,831			
(3)	Regular Operations & Maintenance support	$318,143		$318,143			
(4)	Other support	$0	$0	$0			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$372,974	$0	$372,974			
(6)	**Alberta Finance**	$0		$0			$0
(7)	**Other - Government of Alberta**	$0	$0	$0	$0	$0	$0
(8)	**Federal Government and/or First Nations**	$4,175	$4,175	$0	$0	$0	$0
(9)	**Other Alberta school authorities**	$0	$0	$0	$0	$0	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12)	**Instruction resource fees**	$3,870	$3,870				
(13)	**Transportation fees**	$4,920			$4,920		
(14)	**Other sales and services**	$232	$200	$0	$0	$32	$0
(15)	**Investment income**	$15,681	$0	$0	$15,659	$22	$0
(16)	**Gifts and donations**	$0	$0	$0	$0		$0
(17)	**Rentals of facilities**	$6,000	$0	$6,000	$0	$0	$0
(18)	**Net school generated funds**	$145,532	$145,532			$0	
(19)	**Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(20)	**Amortization of capital allocations**	$213,253	$29,756	$183,497	$0		$0
(21)	**TOTAL REVENUES**	$6,699,569	$4,671,194	$669,467	$950,854	$408,054	$0
	EXPENSES						
(22)	**Certificated salaries**	$3,011,424	$2,793,312			$218,112	$0
(23)	**Certificated benefits**	$332,865	$317,650			$15,215	$0
(24)	**Uncertificated salaries and wages**	$476,155	$307,804	$30,112	$21,575	$116,664	$0
(25)	**Uncertificated benefits**	$98,822	$70,404	$4,044	$9,452	$14,922	$0
(26)	**SUB - TOTAL**	$3,919,266	$3,489,170	$34,156	$31,027	$364,913	$0
(27)	**Services, contracts & supplies**	$2,413,052	$611,000	$451,814	$1,120,372	$229,866	$0
(28)	**Cost recoveries & charges to programs**	$0	$0	$0	$0	$0	$0
(29)	**Net school generated funds**	$145,532	$145,532				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$213,253	$29,756	$183,497	$0	$0	$0
(31)	Unsupported	$92,171	$89,019	$0	$0	$3,152	$0
(32)	Total Amortization	$305,424	$118,775	$183,497	$0	$3,152	$0
	Interest on capital debt						
(33)	Supported	$0	$0	$0	$0	$0	$0
(34)	Unsupported	$0	$0	$0	$0	$0	$0
(35)	Other interest charges	$0	$0	$0	$0	$0	$0
(36)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37)	**TOTAL EXPENSES**	$6,783,274	$4,364,477	$669,467	$1,151,399	$597,931	$0
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	($83,705)	$306,717	$0	($200,545)	($189,877)	$0

School Jurisdiction Code: 97

SCHEDULE B to the AFS
ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$187,391
Base Instruction (Gr 1-12)	$2,916,854
Outreach Programs	$0
Home Education	$0
Differential Cost Funding *	$2,157,437
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$5,815
Federal French Funding	$389,877
Provincial Priority Targeted Funding	
Class Size Initiative	$57,184
Student Health Initiative (SHI)	$15,038
Alberta Initiative for School Improvement (AISI)	$71,033
High Speed Networking	$1,432
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe) funding for Partnership with SAIT / licence rebate Microsoft/O&M 5/12	$130,871
Total Alberta Education Revenues	$5,932,932

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 97

SCHEDULE C the AFS
ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$357,498	$206,179	$406,084		$0	$0	$969,761
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$37,688	$25,297	$12,679		$0		$75,664
ECS Program Unit (PUF)	$900	$13,553	$0		$0		$14,453
Severe Disabilities (Gr 1-12)	$0	$0	$0		$0		$0
English as a Second Language	$38,731	$0	$0		$0		$38,731
French Language Program & Francisation (all jurisdictions)	$25,939	$0	$10		$0		$25,949
First Nations, Metis and Inuit Education (ECS - Gr 12)	$0	$0	$0		$0		$0
Home Education	$0	$0	$0		$0		$0
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$82,555	$0	$0	$0	$0		$82,555
Student Health Initiative	$2,359	$0	$0		$0		$2,359
High Speed Networking			$1,419		$0		$1,419
Class Size	$0	$0	$0	$0	$0		$0
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$2,565,292	$133,178	$105,296	$85,512	$0	$264,307	$3,153,586
TOTAL EXPENSES	$3,110,962	$378,207	$525,488	$85,512	$0	$264,307	$4,364,477

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	0.6	1.0
ECS Program Unit (PUF)	0.0	0.7
Severe Disabilities (Gr 1-12)	0.0	0.0

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 97

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	**$6,783,274**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**0.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$0
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	588	
	$408,000	$408,000
MAXIMUM EXPENSE LIMIT		**$408,000**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$597,931
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	-$52,638
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$545,293
MAXIMUM EXPENSE LIMIT	$408,000
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	$137,293

School Jurisdiction Code: 97

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$13,192
Source of Net School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$33,707	$22,914	$10,793	
Student fees (Non-Instructional) (Note 2)	$106,076		$106,076	
Donations and grants to schools	$29,804		$29,804	
Other (describe) Charity in/out	$5,680	$5,680	$0	
Net Additions to SGF	$175,267	$28,594		$146,673
Net SGF Available for Discretionary Spending				$159,865
Application of Net School Generated Funds:				
Extra-curricular activities			$145,532	
School beautification			$0	
Field Trips			$0	
Equipment			$0	
Family literacy and other community resources			$0	
Other (describe)			$0	
Net SGF Expended for Discretionary Purposes (Note 3)				$145,532
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$14,333

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position

School Jurisdiction Code: 97

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$0	$0	$0	$30,112	$30,112		$30,112
Uncertificated benefits	$0	$0	$0	$0	$4,044	$4,044		$4,044
Sub-total Remuneration	$0	$0	$0	$0	$34,156	$34,156		$34,156
Contracted Services	$167,328	$130,355	$0	$54,831	$3,600	$356,114		$356,114
Supplies	$1,261	$1,565	$0	$0	$0	$2,826		$2,826
Electricity			$47,152			$47,152		$47,152
Natural Gas/Heating Fuel			$36,208			$36,208		$36,208
Sewer and Water			$5,664			$5,664		$5,664
Telecommunications			$0			$0		$0
Insurance					$3,850	$3,850		$3,850
Amortization of capital assets								
Supported							$183,497	$183,497
Unsupported						$0		$0
Total Amortization						$0	$183,497	$183,497
Interest on capital debt								
Supported							$0	$0
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$168,589	$131,920	$89,024	$54,831	$41,606	$485,970	$183,497	$669,467
SQUARE METRES								
School Buildings								7,545.0
Non School Buildings								0.0
UNCERTIFICATED FTE'S (Board/Contract)	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modemization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations.
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modemization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 97

SCHEDULE G to the AFS

DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005

(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Adnan Gnyra	1.0	$6,376	$0	$0			$6,376	$550
Name	Marc renaud	0.0	$1,045	$0	$0			$1,045	$0
Other Board Members:									
Name	Carrol Plummer	1.0	$5,499	$0	$0			$5,499	$2,093
Name	Sylvie Pinard	1.0	$11,973	$0	$0			$11,973	$2,378
Name	Evelyn Drouin	0.0	$680	$0	$0			$680	$0
Name	danielle Poirier-Heine	0.0	$1,820	$0	$0			$1,820	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*3.0*	*$27,393*	*$0*	*$0*			*$27,393*	*$5,021*
Superintendent	Cécile Bonnar	1.0	$122,792	$20,286	$0	$0	$124,008	$267,086	$17,147
Superintendent	Gérard Bissonnette	.17	$18,500	$0	$0	$0	$0	$18,500	$4,731
Secretary/Treasurer	Liette Desrochers	0.9	$84,812	$11,152	$0	$0	$0	$95,964	$1,586
Secretary/Treasurer	Suzanne Bédard	.25	$13,609	$953	$0	$0	$0	$14,562	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		46.4	$2,746,124	$312,579	$0	$0	$0	$3,058,703	
Uncertificated Salaries & Wages		14.1	$377,734	$86,717	$0	$0	$0	$464,451	
TOTALS			**$3,390,964**	**$431,687**	**$0**	**$0**	**$124,008**	**$3,946,659**	

Note: Please refer to completion information on page 15

School Jurisdiction Code: 4077

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Greater St. Albert Catholic Regional Division No. 29
Legal Name of School Jurisdiction

6 St. Vital Avenue, St. Albert, AB T8N 1K2
Mailing Address

(780) 459-7711 and (780) 458-3213
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Greater St. Albert Catholic Regional Division No. 29
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mr. David Caron — **"Original signed"**
Name — **Signature**

SUPERINTENDENT

Mr. Jerry Zimmer — **"Original signed"**
Name — **Signature**

SECRETARY TREASURER OR TREASURER

Mr. Al Summers — **"Original signed"**
Name — **Signature**

28-Nov-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-699

Deloitte.

Auditors' Report

To the Board of Trustees of
Greater St. Albert Catholic Regional Division No. 29

We have audited the statement of financial position of the Greater St. Albert Catholic Regional Division No. 29 as at August 31, 2005, and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the Division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Division as at August 31, 2005, and the results of its operations, cash flows, changes in net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Deloitte & Touche LLP

Chartered Accountants

October 21, 2005

School Jurisdiction Code: 4077

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

			2005	2004 Restated
ASSETS				
Current assets				
Cash and temporary investments			$565,065	$487,115
Accounts receivable (net after allowances)			$2,499,573	$2,578,606
Prepaid expenses			$502,065	$550,117
Other current assets			$0	$0
Total current assets			$3,566,703	$3,615,838
School generated assets			$974,575	$1,067,520
Trust assets			$320,948	$314,827
Long term accounts receivable			$0	$0
Long term investments			$0	$0
Capital assets				
Land			$1,396,416	$1,396,416
Buildings		$60,306,902		
Less: accumulated amortization		($27,657,843)	$32,649,059	$34,429,684
Equipment		$2,496,964		
Less: accumulated amortization		($1,720,794)	$776,170	$904,088
Vehicles		$209,290		
Less: accumulated amortization		($129,306)	$79,984	$71,522
Total capital assets			$34,901,629	$36,801,710
TOTAL ASSETS			$39,763,855	$41,799,895
LIABILITIES				
Current liabilities				
Bank indebtedness			$1,326,048	$1,372,482
Accounts payable and accrued liabilities			$1,923,977	$2,083,124
Deferred revenue			$587,115	$527,137
Deferred capital allocations			$0	$0
Current portion of all long term debt			$1,290,932	$1,384,468
Total current liabilities			$5,128,072	$5,367,211
School generated liabilities			$974,575	$1,067,520
Trust liabilities			$320,948	$314,827
Employee future benefits liability			$0	$0
Long term payables and accrued liabilities			$0	$0
Long term debt				
Supported	Debentures and other supported debt		$12,392,293	$13,694,762
	Less: Current portion of supported debt		($1,208,932)	($1,302,468)
Unsupported	Debentures and Capital Loans		$196,000	$278,000
	Capital Leases		$0	$0
	Mortgages		$0	$0
	Less: Current portion of unsupported debt		($82,000)	($82,000)
Unamortized capital allocations			$16,478,409	$16,716,081
Total long term liabilities			$29,071,293	$30,686,722
TOTAL LIABILITIES			$34,199,365	$36,053,933
NET ASSETS				
Unrestricted net assets			($1,271,629)	($1,368,097)
Operating Reserves			$0	$0
Accumulated Operating Surplus (Deficit)			($1,271,629)	($1,368,097)
Investment in capital assets			$5,834,927	$6,112,867
Capital Reserves			$1,001,192	$1,001,192
Total Capital Funds			$6,836,119	$7,114,059
Total net assets			$5,564,490	$5,745,962
TOTAL LIABILITIES AND NET ASSETS			$39,763,855	$41,799,895

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 4077

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$51,728,248	$50,907,440	$49,262,912
Federal Government and/or First Nations	$208,378	$183,631	$206,862
Other Alberta school authorities	$104,557	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$3,952	$0	$0
Instruction resource fees	$1,180,479	$696,108	$758,805
Transportation fees	$243,334	$245,000	$248,263
Other sales and services	$310,974	$400,000	$399,715
Investment income	$29,981	$60,000	$42,685
Gifts and donations	$0	$0	$20,000
Rentals of facilities	$4,500	$0	$0
Net school generated funds	$1,290,343	$400,000	$205,798
Gains on disposal of capital assets	$0	$0	$7,763
Amortization of capital allocations	$1,540,141	$1,531,969	$1,547,969
Total Revenues	$56,644,887	$54,424,148	$52,700,772
EXPENSES			
Certificated salaries	$28,055,252	$24,842,724	$26,282,849
Certificated benefits	$3,527,075	$3,640,409	$3,231,778
Uncertificated salaries and wages	$7,897,768	$7,273,779	$7,515,096
Uncertificated benefits	$1,939,381	$1,916,616	$1,823,341
Services, contracts and supplies	$10,737,449	$12,585,322	$10,871,868
Net school generated funds	$1,290,343	$400,000	$205,798
Capital and debt services			
Amortization of capital assets			
Supported	$1,540,141	$1,531,969	$1,547,969
Unsupported	$574,743	$625,000	$536,405
Total Amortization of capital assets	$2,114,884	$2,156,969	$2,084,374
Interest on capital debt			
Supported	$1,228,433	$1,568,517	$1,357,830
Unsupported	$14,104	$29,812	$24,058
Total Interest on capital debt	$1,242,537	$1,598,329	$1,381,888
Other interest charges	$21,670	$10,000	$21,082
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$56,826,359	$54,424,148	$53,418,074
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	($181,472)	$0	($717,302)
Extraordinary item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($181,472)	$0	($717,302)

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 4077

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($181,472)	($717,302)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,540,141)	($1,547,969)
Total amortization expense	$2,114,884	$2,084,374
Gains on disposal of capital assets	$0	($7,763)
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$79,033	$73,752
Prepaids and other current assets	$48,052	$253,458
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($159,147)	$28,907
Deferred revenue	$59,978	($692,510)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$421,187	($525,053)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($65,050)	($1,020,157)
Equipment	($126,323)	($253,735)
Vehicles	($23,430)	($66,537)
Net proceeds from disposal of capital assets	$0	$7,763
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($214,803)	($1,332,666)
C. FINANCING ACTIVITIES		
Capital allocations	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	($1,384,469)	($1,499,994)
Add back: supported portion	$1,302,469	$1,354,695
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	($82,000)	($145,299)
Net sources (uses) of cash during year	$124,384	($2,003,018)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	($885,367)	$1,117,651
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	($760,983)	($885,367)

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.

2 Cash and temporary investments are net of cash obligations.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

School Jurisdiction 4077

	(1) TOTAL NET ASSETS Cols. 2+3+4	(2) INVESTMENT IN CAPITAL ASSETS	(3) UNRESTRICTED NET ASSETS	(4) TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
					INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$5,745,962	$6,112,867	($1,368,097)	$1,001,192	$0	$488,958	$0	$0	$0	$512,234	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$5,745,962	$6,112,867	($1,368,097)	$1,001,192	$0	$488,958	$0	$0	$0	$512,234	$0	$0	$0	$0
Surplus(def) of revenue over expense	($181,472)		($181,472)											
Board funded capital transactions		$214,803	($214,803)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($2,114,884)	$2,114,884											
Amortization of capital allocations		$1,540,141	($1,540,141)											
Disposal of unsupported capital asset	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$82,000	($82,000)											
Net transfers to operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$5,564,490	$5,834,927	($1,271,629)	$1,001,192	$0	$488,958	$0	$0	$0	$512,234	$0	$0	$0	$0

School Jurisdiction Code: 4077

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005
(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$0	$16,716,081
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$0	$16,716,081
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$1,302,469
Expended capital allocations - current year	$0	$0
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$1,540,141
Balance at August 31, 2005	$0	$16,478,409

1. AUTHORITY AND PURPOSE

The Greater St. Albert Catholic Regional Division No. 29 ("the Division") was formed effective January 1, 1995, and is empowered to provide public Catholic education to its resident students under the authority of the School Act, Chapter S-3, Revised Statutes of Alberta 2000, through bylaws and policies approved by its Board of Trustees and pursuant to the provisions of the Alberta School Act. The Division was formed when the assets and liabilities of the Legal School District No. 1738, Thibault Roman Catholic Public School District No. 35 and St. Albert School District No. 3 were transferred to the Division on January 1, 1995. The three individual boards were dissolved at midnight on December 31, 1994, and the Board of the Greater St. Albert Catholic Regional Division No. 29 was established. On September 1, 1998, the Guibault Roman Catholic Separate School District No. 552 joined the Division.

The Division receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the Division, within specified limits, to reallocate funding between the instruction and support blocks.

2. ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles ("GAAP") and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Revenue recognition

Instruction and support allocations are recognized in the year to which they relate.

Credit Enrolment Units ("CEUS") revenue, which is recorded in Alberta Learning revenues, is recorded in the year in which the amounts are reasonably determinable and collectible.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment Funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

2. ACCOUNTING POLICIES (continued)

Capital allocations from the province or other agencies are recorded as deferred capital contributions until spent. Once spent, they are transferred to unamortized capital allocations that are amortized to revenue on the same basis as the capital asset acquired by the grant.

Cash and bank indebtedness

Cash consists of cash on deposit in bank accounts. Bank indebtedness consists of payroll transfers in excess of bank balances.

Capital assets

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight-line basis at the following rates:

Buildings	10 to 40 years
Equipment	5 and 10 years
Vehicles	5 and 10 years

Amortization of capital assets commences in the year following acquisition. Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related assets.

School generated funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are collected and retained at the school level for expenditures at the school level.

Vacation pay

Vacation pay is accrued in the period in which the employee earns the benefit.

Financial instruments

The Division's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities and long-term debt. It is management's opinion that the Division is not exposed to significant currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Division has invested surplus funds in accordance with Section 44 of the School Act and Section 5 of the Trustees Act.

2. ACCOUNTING POLICIES (continued)

Prepaid expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies that will be consumed subsequent to the year-end and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

Contributed services

Volunteers contribute a considerable number of hours per year to various schools that are within the Division to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

Capital reserves

Reserves are established at the discretion of the Board of Trustees of the Division or externally to set aside funds for future capital expenditures. Such reserves are appropriations of accumulated surplus.

Employee future benefits

The Division accrues its obligations under employee future benefit plans and expenses the related costs. There is no financial impact on the Division at this time.

Use of estimates

The preparation of financial statements in conformity with Canadian GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates. Significant areas requiring the use of management's estimates include the collectible amounts of accounts receivable, the useful lives of capital assets and the corresponding rates of amortization, the amount of accrued liabilities and the fair value of financial instruments.

3. PENSION OBLIGATION

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers' Pension Plan Act, the Greater St. Albert Catholic Regional Division No. 29 does not make pension contributions for certificated staff.

3. PENSION OBLIGATION (continued)

The Division participates in a multi-employer pension plan, the Local Authorities Pension Plan. The expense for this plan is equivalent to the annual contributions of $503,931 (2004 - $453,542) for the year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported a deficit of $1,288,924,000 (2004 - deficit of $1,453,487,000).

4. ACCOUNTS RECEIVABLE

	2005	2004
Alberta Education	$ **53,529**	$ 280,327
Alberta Infrastructure	**1,044,797**	1,212,215
Alberta Finance	**640,594**	711,530
Federal Government	**85,226**	96,570
Other Province of Alberta - Capital Health	**-**	10,673
Other	**675,427**	267,291
	$ **2,499,573**	$ 2,578,606

5. PREPAID EXPENSES

Included in prepaid expenses are payments for textbooks, general instructional supplies and custodial supplies. At August 31, 2005, these payments amounted to $444,167 (2004 - $422,082).

6. TRUST ASSETS AND LIABILITIES

Trust assets and liabilities are accounts that the Division is not entitled to, but which they manage on behalf of others. Included in the trust accounts are the following items:

	2005	2004
Student Health Initiative Program	$ **249,150**	$ 237,911
Deferred salary leave plan	**55,514**	57,612
Frank Nigro	**14,146**	14,139
Father Primeau	**-**	2,824
Joelle Cloutier	**2,138**	2,341
	$ **320,948**	$ 314,827

7. CAPITAL ASSETS

	2005			2004
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Land	$ 1,396,416	$ -	$ 1,396,416	$ 1,396,416
Buildings	60,306,902	27,657,843	32,649,059	34,429,684
Equipment	2,496,964	1,720,794	776,170	904,088
Vehicles	209,290	129,306	79,984	71,522
	$ 64,409,572	$ 29,507,943	$ 34,901,629	$ 36,801,710

8. BANK INDEBTEDNESS

Bank indebtedness consists of payroll transfers in excess of bank balance. In the prior year the Division had negotiated a line of credit in the amount of $5,000,000 that bears interest at the bank prime rate. There was a balance of $900,000 outstanding on the line of credit at August 31, 2004.

9. ACCOUNTS PAYABLE

	2005	2004
Other Alberta school jurisdiction	$ -	$ 18,866
Other Province of Alberta - Capital Health	174,632	210,263
Other trade payables and accrued liabilities	1,749,345	1,853,995
	$ 1,923,977	$ 2,083,124

10. DEFERRED REVENUE

	2005	2004
Transportation	$ 184,668	$ 191,955
AISI	-	127,145
Plant operations and maintenance funding	114,041	-
Other	288,406	208,037
	$ 587,115	$ 527,137

11. LONG-TERM DEBT

	2005	2004
Debentures outstanding at August 31, 2005, have interest rates that vary between 5.6% and 12%. The terms of the debentures range from 10 to 25 years with payments of principal and interest made annually.	$ 12,588,293	$ 13,972,762
Less current portion	(1,290,932)	(1,384,468)
	$ 11,297,361	$ 12,588,294

Principal repayments required in each of the next five fiscal years are as follows:

	Supported	Unsupported	Total
2006	$ 1,208,932	$ 82,000	$ 1,290,932
2007	1,184,467	76,000	1,260,467
2008	1,157,931	38,000	1,195,931
2009	1,106,817	-	1,106,817
2010	1,106,817	-	1,106,817

12. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations relate to grants received from Alberta Infrastructure for the acquisition of capital assets or the repayment of debt originally incurred for the purpose of acquiring capital assets. When the capital asset is complete, the applicable unamortized capital allocation amount is amortized as revenue over the same period of time that the capital asset is amortized to expense.

13. RESTRICTED SURPLUS

	2005	2004
Capital		
Board and system administration	512,234	512,234
School based	488,958	488,958
	$1,001,192	$ 1,001,192

Restricted capital represents funds allocated for future capital expenditures. The funds are established and expended in accordance with terms and conditions established by the Board of Trustees.

14. RELATED PARTY TRANSACTIONS

The Division has received the following allocations from the Province of Alberta:

	2005	2004
Alberta Learning	**$ 44,717,851**	$ 41,031,599
Alberta Infrastructure	**4,886,492**	4,667,129
Alberta Finance	**1,228,433**	1,362,611
Other Government of Alberta	**895,472**	2,098,139
	$ 51,728,248	$ 49,159,478

Accounts receivable includes $1,738,920 (2004 - $2,204,072) from the Province of Alberta.

15. COMMITMENTS

The Division has the following minimum commitments under equipment leases and supply contracts over the next five years:

2006	**$ 270,202**
2007	**262,454**
2008	**253,183**
2009	**207,072**
2010	**3,323**

In addition to the above, the Division has entered into an agreement for the purchase of electricity at a flat-fixed rate of 8.43 cents per kilowatt-hour. The agreement expires December 31, 2005.

16. CONTINGENCIES

The jurisdiction is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. The payments have been recorded as expenditures in the financial statements, as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

17. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The Division's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

18. BUDGET AMOUNTS

The budget was prepared by the Division's management and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

19. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2005 presentation.

SCHEDULE A to the AFS

School Jurisdiction Cod 4077

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) **Alberta Education Revenues**	$44,717,851	$40,788,220	$0	$1,841,967	$2,067,538	$20,126
Alberta Infrastructure and Transportation						
(2) Infrastructure Maintenance Program & Portable Relocations support	$498,156	$0	$498,156			
(3) Regular Operations & Maintenance support	$4,362,872		$4,362,872			
(4) Other support	$25,464	$0	$25,464			
(5) **Total Alberta Infrastructure and Transportation Revenues**	$4,886,492	$0	$4,886,492			
(6) **Alberta Finance**	$1,228,433		$1,228,433			$0
(7) **Other - Government of Alberta**	$895,472	$895,472	$0	$0	$0	$0
(8) **Federal Government and/or First Nations**	$208,378	$201,784	$482	$0	$6,112	$0
(9) **Other Alberta school authorities**	$104,557	$104,557	$0	$0	$0	$0
(10) **Out of province authorities**	$0	$0	$0	$0	$0	$0
(11) **Alberta municipalities** (excl. supplementary requisitions)	$3,952	$0	$3,952	$0	$0	$0
(12) **Instruction resource fees**	$1,180,479	$1,180,479				
(13) **Transportation fees**	$243,334			$243,334		
(14) **Other sales and services**	$310,974	$1,521		$0	$559	$308,894
(15) **Investment income**	$29,981	$2,228	$0	$0	$27,753	$0
(16) **Gifts and donations**	$0	$0	$0	$0		$0
(17) **Rentals of facilities**	$4,500	$3,420	$900	$0	$180	$0
(18) **Net school generated funds**	$1,290,343	$1,290,343			$0	
(19) **Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(20) **Amortization of capital allocations**	$1,540,141	$8,171	$1,531,970	$0		$0
(21) **TOTAL REVENUES**	$56,644,887	$44,476,195	$7,652,229	$2,085,301	$2,102,142	$329,020
EXPENSES						
(22) **Certificated salaries**	$28,055,252	$27,813,472			$241,780	$0
(23) **Certificated benefits**	$3,527,075	$3,482,852			$44,223	$0
(24) **Uncertificated salaries and wages**	$7,897,768	$6,493,944	$556,048	$104,956	$742,820	$0
(25) **Uncertificated benefits**	$1,939,381	$1,601,290	$135,323	$20,645	$182,123	$0
(26) **SUB - TOTAL**	$41,419,476	$39,391,558	$691,371	$125,601	$1,210,946	$0
(27) **Services, contracts & supplies**	$10,737,449	$4,016,323	$3,658,925	$1,913,301	$784,464	$364,436
(28) **Cost recoveries & charges to programs**	$0	$0	$0	$0	$0	$0
(29) **Net school generated funds**	$1,290,343	$1,290,343				
Capital and debt services						
Amortization of capital assets						
(30) Supported	$1,540,141	$8,171	$1,531,970	$0	$0	$0
(31) Unsupported	$574,743	$208,166	$268,208	$13,307	$85,062	$0
(32) Total Amortization	$2,114,884	$216,337	$1,800,178	$13,307	$85,062	$0
Interest on capital debt						
(33) Supported	$1,228,433	$0	$1,228,433	$0	$0	$0
(34) Unsupported	$14,104	$0	$14,104	$0	$0	$0
(35) Other interest charges	$21,670	$0	$0	$0	$21,670	$0
(36) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37) **TOTAL EXPENSES**	$56,826,359	$44,914,561	$7,393,011	$2,052,209	$2,102,142	$364,436
(38) **SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	($181,472)	($438,366)	$259,218	$33,092	$0	($35,416)

School Jurisdiction Code: 4077

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$1,381,233
Base Instruction (Gr 1-12)	$33,674,989
Outreach Programs	$52,020
Home Education	$6,205
Differential Cost Funding *	$6,651,346
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$39,864
Federal French Funding	$170,597
Provincial Priority Targeted Funding	
Class Size Initiative	$1,369,517
Student Health Initiative (SHI)	$342,684
Alberta Initiative for School Improvement (AISI)	$999,584
High Speed Networking	$29,812
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe)	$0
Total Alberta Education Revenues	$44,717,851

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 4077

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$26,584,716	$2,700,261	$2,595,075		$0	$1,506,680	$33,386,732
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$1,512,347	$1,287,966	$176,744		$0		$2,977,057
ECS Program Unit (PUF)	$343,491	$1,073,896	$132,612		$0		$1,549,999
Severe Disabilities (Gr 1-12)	$754,560	$2,912,225	$225,568		$0		$3,892,353
English as a Second Language	$0	$0	$23,938		$0		$23,938
French Language Program & Francisation (all jurisdictions)	$0	$0	$179,697		$0		$179,697
First Nations, Metis and Inuit Education (ECS - Gr 12)	$0	$0	$0		$0		$0
Home Education	$0	$0	$12,321		$0		$12,321
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$712,952	$63,841	$222,991	$0	$0		$999,784
Student Health Initiative	$0	$57,045	$390,196		$0		$447,241
High Speed Networking			$0		$0		$0
Class Size	$1,388,258	$0	$57,181	$0	$0		$1,445,439
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$31,296,324	$8,095,234	$4,016,323	$0	$0	$1,506,680	$44,914,561

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 1	17.2	29.7
ECS Program Unit (PUF)	4.6	16.5
Severe Disabilities (Gr 1-12)	8.7	71.4

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 4077

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	**$56,826,359**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$2,273,054
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		**$2,273,054**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$2,102,142
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$2,102,142
MAXIMUM EXPENSE LIMIT	$2,273,054
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$170,912

School Jurisdiction Code: 4077

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$1,067,520
Source of Net School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$92,417	$64,998	$27,419	
Student fees (Non-Instructional) (Note 2)	$645,792		$645,792	
Donations and grants to schools	$87,493		$87,493	
Other (describe):	$1,278,296	$841,602	$436,694	
Net Additions to SGF	$2,103,998	$906,600		$1,197,398
Net SGF Available for Discretionary Spending				$2,264,918
Application of Net School Generated Funds:				
Extra-curricular activities			$299,576	
School beautification			$1,899	
Field Trips			$302,181	
Equipment			$74,283	
Family literacy and other community resources			$135	
Other (describe):			$612,269	
Net SGF Expended for Discretionary Purposes (Note 3)				$1,290,343
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$974,575

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 4077

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$420,048	$0	$0	$136,000	$556,048		$556,048
Uncertificated benefits	$0	$106,847	$0	$0	$28,476	$135,323		$135,323
Sub-total Remuneration	$0	$526,895	$0	$0	$164,476	$691,371		$691,371
Contracted Services	$1,477,745	$117,413	$0	$0	$20,959	$1,616,117		$1,616,117
Supplies	$60,284	$318,014	$0	$441,980	$0	$820,278		$820,278
Electricity			$594,888			$594,888		$594,888
Natural Gas/Heating Fuel			$542,711			$542,711		$542,711
Sewer and Water			$60,385			$60,385		$60,385
Telecommunications			$24,546			$24,546		$24,546
Insurance					$0	$0		$0
Amortization of capital assets								
Supported							$1,531,970	$1,531,970
Unsupported						$268,208		$268,208
Total Amortization						$268,208	$1,531,970	$1,800,178
Interest on capital debt								
Supported							$1,228,433	$1,228,433
Unsupported				$0		$14,104		$14,104
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$1,538,029	$962,322	$1,222,530	$441,980	$185,435	$4,632,608	$2,760,403	$7,393,011
SQUARE METRES								
School Buildings								74,794.1
Non School Buildings								3,866.0
UNCERTIFICATED FTE'S (Board/Contract)	13.0	12.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations.
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 4077

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Mrs. Jacquie Hansen	1.0	$9,662	$4,816	$0			$14,478	$15,350
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Mr. Neill Fitzpatrick	1.0	$8,571	$4,512	$0			$13,083	$4,913
Name	Mr. David Caron	1.0	$9,095	$4,659	$0			$13,754	$10,102
Name	Mrs. Rosaleen McEvoy	0.8	$7,117	$3,765	$0			$10,882	$10,510
Name	Mrs. Cathy Proulx	1.0	$8,454	$4,638	$0			$13,092	$12,005
Name	Ms. Leah Hogg	1.0	$8,454	$4,504	$0			$12,958	$7,937
Name	Mr. Gordon Boddez	1.0	$8,454	$4,504	$0			$12,958	$6,017
Name	Mr. Lou Duigou	0.2	$1,396	$215	$0			$1,611	$578
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*7.0*	*$61,203*	*$31,613*	*$0*			*$92,816*	*$67,412*
Superintendent	Mr. Jerry Zimmer	1.0	$123,500	$11,786	$3,600	$0	$0	$138,886	$10,565
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Mr. Al Summers	1.0	$109,080	$18,367	$3,000	$0	$0	$130,447	$19,285
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		382.5	$27,931,752	$3,515,289	$16,250	$0	$0	$31,463,291	
Uncertificated Salaries & Wages		222.5	$7,727,485	$1,889,401	$10,800	$0	$0	$9,627,686	
TOTALS			**$35,953,020**	**$5,466,456**	**$33,650**	**$0**	**$0**	**$41,453,126**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 1220

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

High Prairie School Division #48
Legal Name of School Jurisdiction

Box 870, High Prairie, Alberta T0G 1E0
Mailing Address

780-523-3337 (voice) 780-523-4639 (fax)
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules High Prairie School Division #48 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mrs. Joyce Dvornek — Name
"Original Signed" — Signature

SUPERINTENDENT

Mr. Kenneth Riegel — Name
"Original Signed" — Signature

SECRETARY TREASURER OR TREASURER

Mr. Paul Burrows — Name
"Original Signed" — Signature

16-Nov-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

Auditors' Report

To the Board of Trustees
High Prairie School Division No. 48

We have audited the statement of financial position of High Prairie School Division No. 48 as at August 31, 2005 and the statements of revenues and expenses, cash flow, capital allocations and changes in net assets for the year then ended. These financial statements are the responsibility of the School Division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the School Division as at August 31, 2005 and the results of its operations, capital allocations, cash flow and changes in net assets for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedule A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Peace River, Alberta
October 27, 2005

"Original Signed"
Chartered Accountants

School Jurisdiction Code: 1220

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$8,250,427	$7,539,789
Accounts receivable (net after allowances)		$1,086,246	$1,051,072
Prepaid expenses		$322,291	$261,665
Other current assets		$0	$0
Total current assets		$9,658,964	$8,852,526
School generated assets		$535,430	$532,265
Trust assets		$466,820	$375,758
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$35,980,016		
Less: accumulated amortization	($15,157,658)	$20,822,358	$21,325,475
Equipment	$0		
Less: accumulated amortization	$0	$0	$0
Vehicles	$6,405,290		
Less: accumulated amortization	($3,446,960)	$2,958,330	$2,859,446
Total capital assets		$23,780,688	$24,184,921
TOTAL ASSETS		$34,441,902	$33,945,470
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,337,796	$1,703,497
Deferred revenue		$389,393	$120,147
Deferred capital allocations		$251,410	$67,285
Current portion of all long term debt		$501,628	$514,201
Total current liabilities		$2,480,227	$2,405,130
School generated liabilities		$535,430	$532,265
Trust liabilities		$466,820	$375,758
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$1,830,593	$2,310,701
Less: Current portion of supported debt		($464,164)	($480,108)
Unsupported: Debentures and Capital Loans		$6,000	$12,000
Capital Leases		$0	$0
Mortgages		$38,420	$66,514
Less: Current portion of unsupported debt		($37,465)	($34,093)
Unamortized capital allocations		$18,406,137	$18,411,687
Total long term liabilities		$20,781,771	$21,194,724
TOTAL LIABILITIES		$23,261,998	$23,599,854
NET ASSETS			
Unrestricted net assets		$0	$0
Operating Reserves		$5,083,256	$4,558,550
Accumulated Operating Surplus (Deficit)		$5,083,256	$4,558,550
Investment in capital assets		$3,499,536	$3,396,961
Capital Reserves		$2,597,112	$2,390,105
Total Capital Funds		$6,096,648	$5,787,066
Total net assets		$11,179,904	$10,345,616
TOTAL LIABILITIES AND NET ASSETS		$34,441,902	$33,945,470

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 1220

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$29,877,798	$29,303,527	$28,432,311
Federal Government and/or First Nations	$2,112,145	$2,149,562	$2,051,854
Other Alberta school authorities	$238,881	$0	$262,385
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$1,193	$1,412	$1,665
Instruction resource fees	$218,244	$182,700	$241,454
Transportation fees	$153,524	$196,865	$155,655
Other sales and services	$253,417	$33,060	$208,761
Investment income	$215,729	$96,000	$151,507
Gifts and donations	$0	$0	$0
Rentals of facilities	$30,217	$27,238	$34,203
Net school generated funds	$216,087	$260,000	$278,024
Gains on disposal of capital assets	$12,259	$0	$12,697
Amortization of capital allocations	$919,814	$1,010,288	$594,618
Total Revenues	$34,249,309	$33,260,652	$32,425,134
EXPENSES			
Certificated salaries	$15,182,338	$14,206,467	$14,238,085
Certificated benefits	$1,730,794	$1,864,840	$1,597,084
Uncertificated salaries and wages	$6,377,857	$5,553,833	$6,039,354
Uncertificated benefits	$1,347,586	$1,229,233	$1,258,308
Services, contracts and supplies	$6,805,575	$8,254,857	$6,714,676
Net school generated funds	$216,087	$260,000	$278,024
Capital and debt services			
Amortization of capital assets			
Supported	$919,814	$1,010,288	$594,618
Unsupported	$591,669	$603,565	$619,204
Total Amortization of capital assets	$1,511,483	$1,613,853	$1,213,822
Interest on capital debt			
Supported	$232,250	$268,147	$291,051
Unsupported	$7,429	$9,422	$11,348
Total Interest on capital debt	$239,679	$277,569	$302,399
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$3,623	$0	$0
Total Expenses	$33,415,021	$33,260,652	$31,641,752
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$834,288	$0	$783,382
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$834,288	$0	$783,382

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 1220

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$834,288	$783,382
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($919,814)	($594,618)
Total amortization expense	$1,511,483	$1,213,822
Gains on disposal of capital assets	($12,259)	($12,697)
Losses on sale of capital assets	$3,623	$0
Changes in accrued accounts:		
Accounts receivable	($35,174)	$865,745
Prepaids and other current assets	($60,626)	$34,346
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($365,701)	$291,820
Deferred revenue	$269,246	($707,547)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$1,225,065	$1,874,253
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($447,100)	($295,632)
Equipment	$0	$0
Vehicles	($706,456)	($43,355)
Net proceeds from disposal of capital assets	$54,942	$63,418
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($1,098,614)	($275,569)
C. FINANCING ACTIVITIES		
Capital allocations	$631,225	$316,181
Issue of long term debt	$0	$0
Repayment of long term debt	($514,202)	($587,099)
Add back: supported portion	$467,164	$523,204
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$584,187	$252,286
Net sources (uses) of cash during year	$710,638	$1,850,970
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$7,539,789	$5,688,819
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$8,250,427	$7,539,789

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements
2 Cash and temporary investments are net of cash obligations

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005
(in dollars)

School Jurisdiction 1220

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$10,345,616	$3,396,961	$0	$6,948,655	$3,572,164	$42,252	$361,764	$477,803	$502,928	$123,462	$121,694	$1,746,588	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$10,345,616	$3,396,961	$0	$6,948,655	$3,572,164	$42,252	$361,764	$477,803	$502,928	$123,462	$121,694	$1,746,588	$0	$0
Surplus(def) of revenue over expense	$834,288		$834,288											
Board funded capital transactions		$706,456	$0	($706,456)	$0	($51,737)	$0	($89,928)	$0	$0	$0	($564,791)	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($1,511,483)	$1,511,483											
Amortization of capital allocations		$919,814	($919,814)											
Disposal of unsupported capital asset	$0	($46,306)	($8,636)	$54,942		$0		$44,442		$0		$10,500		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$34,093	($34,093)											
Net transfers to operating reserves			($524,706)	$524,706	$380,680		$25,553		$104,061		$14,412		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			($858,521)	$858,521		$24,219		$168,431		$6,584		$659,287		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$11,179,904	$3,499,536	$0	$7,680,368	$3,952,844	$14,734	$387,317	$600,749	$606,989	$130,046	$136,106	$1,851,584	$0	$0

School Jurisdiction Code: 1220

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$67,285	$18,411,687
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$67,285	$18,411,687
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$631,225	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$467,164
Expended capital allocations - current year	($447,100)	$447,100
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		
Capital allocations amortized to revenue		$919,814
Balance at August 31, 2005	$251,410	$18,406,137

1. AUTHORITY AND PURPOSE

The School Division delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The Jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP). The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Revenue recognition

Revenue is recognized as follows:

i) Instruction and support allocations are recognized in the year to which they relate.

ii) Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

iii) Capital allocations from the Province or other agencies are recorded as deferred capital contributions. Once spent, they are amortized to revenue on the same basis as the capital asset acquired by the grant.

iv) Unrestricted donations are recognized as revenue when received or receivable. Donations in kind are recorded at fair market value when reasonably determinable.

v) Volunteers assist schools operated by the School Division in carrying out certain activities. Because of the difficulty of determining the fair value of the services and due to the fact that such assistance is generally not purchased, contributed services are not recognized in the financial statements.

Inventories

Inventories are recorded at the lesser of cost and net realizable value.

Vacation pay

Vacation pay is accrued in the period in which the employee earns the benefit.

2. ACCOUNTING POLICIES (continued)

Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school related items that will be consumed subsequent to year-end and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

School generated funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

Capital assets

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight-line basis at the following rates:

Buildings	2.5% to 4%
Vehicles & Buses	10% to 20%
Equipment & Furnishings	10% to 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the High Prairie School Division No. 48 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $147,620 (2004 - $122,906) for the Year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1,288,924,000 (2003 deficiency of $1,453,487,000).

Employee future benefits

The jurisdiction accounted for the future cost of employee benefits commencing in the 2000/2001 school year using the retroactive approach. There is no financial impact on the jurisdiction at this time.

2. ACCOUNTING POLICIES (continued)

Net investment in capital assets

Net investment in capital assets consists of an accumulation of amounts based on the following principles:

i) an amount equal to the capital assets funded from capital reserves and government grants;

ii) an amount equal to the principal repayments on long-term debt added to the equity in capital assets account in the year of repayment;

iii) an amount equal to the net book value of capital assets disposals deleted from the equity in capital assets account in the year of disposal;

iv) an amount equal to the depreciation on capital assets charged to the equity in capital assets account annually.

Operating and capital reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

Financial instruments

The School Division's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the School Division is not exposed to significant interest, currency, or credit risks arising from these financial instruments. Unless otherwise noted, the fair value of these instruments approximates their carrying value.

Statement of cash flow

The statement of cash flow has been prepared using the indirect method.

3. ACCOUNTS RECEIVABLE

	2005	2004
Provincial government	$ 904,040	$ 907,977
Federal government	$ 107,396	$ 68,415
Other	$ 74,810	$ 74,680
	$ 1,086,246	$1,051,072

4. SUPPORTED DEBENTURES RECEIVABLE

Supported debentures receivable consist of amounts receivable from the Province of Alberta for debentures repayments for items previously expensed.

5. CAPITAL ASSETS

	2005			2004
	Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Buildings	$ 33,240,513	$ 15,157,658	$ 18,082,855	$ 19,033,072
Vehicles	6,405,290	3,446,960	2,958,330	2,859,446
Construction in Progress	2,739,503	-	2,739,503	2,292,403
	$ 42,385,306	$ 18,604,618	$ 23,780,688	$ 24,184,921

6. DEFERRED REVENUE

	2005	2004
Class Size Initiative	74,616	-
Building Quality Restoration Program (BQRP)	87,718	-
AISI	74,058	82,096
High Speed Network	60,000	-
Textbook - Classroom Resources	75,000	-
Other	18,001	38,051
	$ 389,393	$ 120,147

7. LONG-TERM DEBT

	2005	2004
Debentures	$ 1,836,593	$ 2,322,701
Mortgage	38,420	66,514
Due within one year	(501,629)	(514,202)
	$ 1,373,384	$ 1,875,013

Debentures mature at various dates through November 15, 2013, bearing rates of interest from 6.875 percent to 12 percent. All debentures are supported as to principal and interest except for two debentures totalling $6,000 (2004 - $12,000).

The mortgages mature on March 15 and November 15, 2006, and they bear interest at 12 percent with annual principal and interest payments of $36,076.

7. LONG-TERM DEBT (CONTINUED)

Principal repayments required in each of the next five fiscal years are as follows:

	Principal	Interest	Total
2006	501,628	217,573	719,201
2007	471,123	158,675	629,798
2008	403,686	103,438	507,124
2009	246,067	56,294	302,361
2010	140,549	28,064	168,613
Thereafter	111,960	14,316	126,276
	$ 1,875,013	$ 578,360	$ 2,453,373

8. COMMITMENTS

Payments under operating equipment leases in each of the next five years are as follows:

2006	$ 110,998
2007	110,998
2008	110,998
2009	110,998
2010	110,998

9. RESERVES

Reserves created by authorization of the Board of Trustees represent funds allocated for future capital expenditures and future operating expenses. The reserves are established and expended in accordance with terms and conditions established by the Board.

	Balance Beginning of Year	Appropriated During the Year	Utilized During the Year	Balance End of Year
Operating	$ 4,558,550	$ 1,025,057	$ (500,351)	$ 5,083,256
Capital				
Land	$ 34,752	$ -	$ -	$ 34,752
Buildings	279,158	30,403	-	309,561
Equipment	70,925	-	(34,884)	36,041
Vehicles	2,005,270	211,489	-	2,216,758
	$ 2,390,105	$ 241,892	$ (34,884)	$ 2,597,112
	$ 6,948,655	$ 1,266,949	$ (535,235)	$ 7,680,368

9. RESERVES (CONTINUED)

The operating reserve balance is comprised of the following:

Specific school surplus (deficit)		
C. J. Schurter	$ 241,501	$ 161,772
Prairie River	134,824	235,608
Kinuso	335,059	295,866
Roland Michener	(13,111)	177,355
Lakeside	671,512	626,005
E. W. Pratt	92,040	107,972
H. P. Elementary	86,229	185,063
Joussard	135,288	135,531
Routhier	27,129	49,801
E. G. Wahlstrom	97,745	69,803
Joint fund	40,762	34,466
Prairie View Outreach	31,804	7,550
G. P. Vanier	159,689	186,369
	2,040,471	2,273,161
Administration	606,989	502,928
Maintenance	387,317	361,764
Transportation	136,106	121,694
General instruction	1,912,373	1,299,003
	$ 5,083,256	$ 4,558,550

10. EXTERNAL SERVICES

Included in the statement of revenues and expenses are the following amounts:

	2005	2004
Revenues		
Contracted Services	$ 127,723	$ 144,655
Bus Rental - Firefighting	14,157	20,865
Admin Fee	12,250	9,400
	$ 154,130	$ 174,920
Expenses		
Services, contracts & supplies	$ 149,337	$ 168,491
Salaries, wages and benefits	4,793	6,429
	$ 154,130	$ 174,920
	$ -	$ -

11. CAPITAL RECONCILIATION

Total Capital Assets		$ 23,780,688	
Deduct:			
Long term debt			
Supported		(1,830,593)	
Unsupported		(44,420)	
	Net Total		$ 21,905,675
Unamortized Capital Allocations		$ 18,406,137	
Add: Investment in Capital Assets		3,499,538	
	Net Total		$ 21,905,675
	Variance		$ -

12. BUDGET AMOUNTS

The budget was prepared by the School Division's management with Board of Trustees' approval given on June 2, 2004. It is presented for information purposes only and has not been audited.

13. APPROVAL OF FINANCIAL STATEMENTS

The board of Trustees has approved these financial statements.

School Jurisdiction Cod 1220

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$27,815,822	$22,826,582	$992,435	$2,708,100	$1,276,455	$12,250
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$416,937	$0	$416,937			
(3)	Regular Operations & Maintenance support	$1,389,408		$1,389,408			
(4)	Other support	$0	$0	$0			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$1,806,346	$0	$1,806,346			
(6)	**Alberta Finance**	$232,370		$232,370			$0
(7)	**Other - Government of Alberta**	$23,261	$1,000	$8,104	$0	$0	$14,157
(8)	**Federal Government and/or First Nations**	$2,112,145	$1,740,193	$260,828	$0	$111,124	$0
(9)	**Other Alberta school authorities**	$238,881	$600	$0	$110,558	$0	$127,723
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$1,193	$0	$0	$0	$1,193	$0
(12)	**Instruction resource fees**	$218,244	$218,244				
(13)	**Transportation fees**	$153,524			$153,524		
(14)	**Other sales and services**	$253,417	$67,054	$120,570	$31,050	$34,743	$0
(15)	**Investment income**	$215,729	$112,179	$25,887	$58,247	$19,416	$0
(16)	**Gifts and donations**	$0	$0	$0	$0		$0
(17)	**Rentals of facilities**	$30,217	$9,144	$21,073	$0	$0	$0
(18)	**Net school generated funds**	$216,087	$216,087			$0	
(19)	**Gains on disposal of capital assets**	$12,259	$0	$9,759	$2,500	$0	$0
(20)	**Amortization of capital allocations**	$919,814	$0	$919,814	$0		$0
(21)	**TOTAL REVENUES**	$34,249,309	$25,191,083	$4,397,186	$3,063,979	$1,442,931	$154,130
	EXPENSES						
(22)	**Certificated salaries**	$15,182,338	$14,742,254			$440,083	$0
(23)	**Certificated benefits**	$1,730,794	$1,692,921			$37,873	$0
(24)	**Uncertificated salaries and wages**	$6,377,857	$3,861,613	$677,657	$1,382,238	$451,784	$4,565
(25)	**Uncertificated benefits**	$1,347,586	$877,769	$145,787	$214,396	$109,406	$228
(26)	**SUB - TOTAL**	$24,638,574	$21,174,558	$823,444	$1,596,634	$1,039,147	$4,793
(27)	**Services, contracts & supplies**	$6,805,575	$3,352,810	$2,227,694	$788,809	$286,925	$149,337
(28)	**Cost recoveries & charges to programs**	$0	$0	$0	$0	$0	$0
(29)	**Net school generated funds**	$216,087	$216,087				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$919,814	$0	$919,814	$0	$0	$0
(31)	Unsupported	$591,669	$7,367	$68,431	$509,287	$6,584	$0
(32)	Total Amortization	$1,511,483	$7,367	$988,245	$509,287	$6,584	$0
	Interest on capital debt						
(33)	Supported	$232,250	$0	$232,250	$0	$0	$0
(34)	Unsupported	$7,429	$0	$0	$1,214	$6,215	$0
(35)	Other interest charges	$0	$0	$0	$0	$0	$0
(36)	Losses on disposal of capital assets	$3,623	$0	$0	$3,623	$0	$0
(37)	**TOTAL EXPENSES**	$33,415,021	$24,750,822	$4,271,633	$2,899,567	$1,338,870	$154,130
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$834,288	$440,261	$125,553	$164,412	$104,061	$0

School Jurisdiction Code: 1220

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$536,112
Base Instruction (Gr 1-12)	$15,118,104
Outreach Programs	$104,040
Home Education	$2,482
Differential Cost Funding *	$9,514,770
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$26,556
Federal French Funding	$30,396
Provincial Priority Targeted Funding	
Class Size Initiative	$455,466
Student Health Initiative (SHI)	$593,826
Alberta Initiative for School Improvement (AISI)	$438,784
High Speed Networking	$0
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe) Reg O&M at 5/12ths and Microsft Lic Rebate	$995,286
Total Alberta Education Revenues	$27,815,822

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 1220

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$1,534,914	$950,086	$0		$0	$0	$2,485,000
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$674,477	$415,563	$0		$0		$1,090,040
ECS Program Unit (PUF)	$37,678	$232,113	$147,857		$0		$417,648
Severe Disabilities (Gr 1-12)	$598,285	$1,995,019	$129,129		$0		$2,722,433
English as a Second Language	$11,655	$12,317	$8,120		$0		$32,092
French Language Program & Francisation (all jurisdictions)	$0	$17,031	$15,500		$0		$32,531
First Nations, Metis and Inuit Education (ECS - Gr 12)	$97,898	$223,108	$335,047		$0		$656,053
Home Education	$0	$0	$2,650		$0		$2,650
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$242,723	$0	$154,600	$41,461	$0		$438,784
Student Health Initiative	$0	$360,482	$221,094		$0		$581,576
High Speed Networking			$0		$0		$0
Class Size	$455,466	$0	$0	$0	$0		$455,466
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$12,782,079	$533,663	$2,031,281	$266,071	$0	$223,454	$15,836,549
TOTAL EXPENSES	$16,435,175	$4,739,382	$3,045,278	$307,532	$0	$223,454	$24,750,822

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	9.3	17.1
ECS Program Unit (PUF)	0.5	12.0
Severe Disabilities (Gr 1-12)	7.7	76.6

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 1220

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	$33,415,021

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	5.38%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,797,728
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		$1,797,728

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,338,870
PLUS: transfers to Restricted - Operating (Board/System Administration)	$104,061
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,442,931
MAXIMUM EXPENSE LIMIT	$1,797,728
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$354,797

School Jurisdiction Code: 1220

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$532,265
Source of Net School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$596,678	$555,654	$41,024	
Student fees (Non-Instructional) (Note 2)	$154,981		$154,981	
Donations and grants to schools	$23,247		$23,247	
Other (describe):	$0	$0	$0	
Net Additions to SGF	$774,906	$555,654		$219,252
Net SGF Available for Discretionary Spending				$751,517
Application of Net School Generated Funds:				
Extra-curricular activities			$118,848	
School beautification			$0	
Field Trips			$75,631	
Equipment			$17,286	
Family literacy and other community resources			$0	
Other (describe):			$4,322	
Net SGF Expended for Discretionary Purposes (Note 3)				$216,087
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$535,430

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 1220

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$431,138	$0	$64,387	$182,132	$677,657		$677,657
Uncertificated benefits	$0	$93,046	$0	$13,521	$39,219	$145,787		$145,787
Sub-total Remuneration	$0	$524,184	$0	$77,908	$221,352	$823,444		$823,444
Contracted Services	$607,568	$148,033	$0	$301,175	$25,203	$1,081,979		$1,081,979
Supplies	$48,242	$403,466	$0	$37,854	$2,574	$492,136		$492,136
Electricity			$278,836			$278,836		$278,836
Natural Gas/Heating Fuel			$289,319			$289,319		$289,319
Sewer and Water			$54,599			$54,599		$54,599
Telecommunications			$6,502			$6,502		$6,502
Insurance					$24,323	$24,323		$24,323
Amortization of capital assets								
Supported							$919,814	$919,814
Unsupported						$68,431		$68,431
Total Amortization						$68,431	$919,814	$988,245
Interest on capital debt								
Supported							$232,250	$232,250
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$655,810	$1,075,683	$629,256	$416,937	$273,451	$3,119,569	$1,152,064	$4,271,633
SQUARE METRES								
School Buildings								46,494.4
Non School Buildings								2,159.0
UNCERTIFICATED FTE'S (Board/Contract)	12.0	11.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations.
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 1220

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Marco Gervais	0.2	$1,680	$161	$0			$1,841	$382
Name	Joyce Dvomek	0.8	$10,368	$3,287	$0			$13,655	$1,630
Other Board Members:									
Name	Joyce Dvomek	0.2	$2,592	$822	$0			$3,414	$408
Name	Angela Blanchette	0.2	$560	$634	$0			$1,194	$0
Name	Neil Deas	1.0	$5,600	$1,240	$0			$6,840	$928
Name	Dawn Konelsky	0.2	$1,278	$297	$0			$1,575	$47
Name	Linda Duchesneau	1.0	$4,400	$3,853	$0			$8,253	$1,417
Name	Roger Blanchette	0.8	$4,880	$3,255	$0			$8,135	$1,464
Name	Karin Scholl	0.8	$5,600	$2,828	$0			$8,428	$2,201
Name	Rick Neidig	0.8	$2,080	$73	$0			$2,153	$1,167
Name	Lenny Richer	0.8	$6,960	$2,409	$0			$9,369	$2,380
Name	Marilyn Willier	0.5	$640	$336	$0			$976	$135
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*7.3*	*$46,638*	*$19,196*	*$0*			*$65,833*	*$12,158*
Superintendent	Kenneth Riegel	1.0	$137,310	$10,771	$0	$0	$0	$148,082	$18,548
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	Raymonde Lussier	1.0	$96,786	$18,129	$0	$0	$0	$114,915	$7,695
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	Paul Burrows	1.0	$96,786	$18,129	$0	$0	$0	$114,915	$2,799
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		220.0	$15,045,028	$1,720,023	$0	$0	$0	$16,765,051	
Uncertificated Salaries & Wages		226.7	$6,137,647	$1,292,132	$0	$0	$0	$7,429,779	
TOTALS			**$21,560,195**	**$3,078,379**	**$0**	**$0**	**$0**	**$24,638,574**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 0021

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Holy Family Catholic Regional Division No. 37
Legal Name of School Jurisdiction

10307- 99 Street, Peace River, Alberta T8S 1R5
Mailing Address

(780) 624-3956 (780) 624-1154
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Holy Family Catholic Regional Division No. 37 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

David William Mitchell	"ORIGINAL SIGNED"
Name	**Signature**

SUPERINTENDENT

Rick Berry	"ORIGINAL SIGNED"
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Helen Diaz	"ORIGINAL SIGNED"
Name	**Signature**

November 29, 2005
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

Auditors' Report

To the Board of Trustees of the
Holy Family Catholic Regional Division No. 37

We have audited the statement of financial position of the Holy Family Catholic Regional Division No. 37 as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school division as at August 31, 2005 and the results of its operations and changes in its cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A to G1 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Peace River, Alberta
November 17, 2005

"Original Signed"
Chartered Accountants

School Jurisdiction Code: 0021

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$8,948,139	$4,675,871
Accounts receivable (net after allowances)		$1,170,165	$1,310,940
Prepaid expenses		$148,080	$127,284
Other current assets		$1,487	$1,328
Total current assets		$10,267,871	$6,115,423
School generated assets		$252,524	$222,656
Trust assets		$117,151	$212,718
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$965,754	$965,754
Buildings	$30,857,815		
Less: accumulated amortization	($15,637,909)	$15,219,906	$15,193,972
Equipment	$2,499,376		
Less: accumulated amortization	($1,708,029)	$791,347	$879,300
Vehicles	$609,443		
Less: accumulated amortization	($139,749)	$469,694	$180,242
Total capital assets		$17,446,701	$17,219,268
TOTAL ASSETS		$28,084,247	$23,770,065
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,263,566	$1,467,275
Deferred revenue		$340,427	$194,863
Deferred capital allocations		$3,471,325	$6,498
Current portion of all long term debt		$672,738	$703,890
Total current liabilities		$5,748,056	$2,372,526
School generated liabilities		$252,524	$222,656
Trust liabilities		$117,151	$212,718
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$4,408,780	$5,112,671
Less: Current portion of supported debt		($672,738)	($703,890)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$10,853,592	$10,138,830
Total long term liabilities		$14,959,309	$14,982,985
TOTAL LIABILITIES		$20,707,365	$17,355,511
NET ASSETS			
Unrestricted net assets		$241,020	$241,020
Operating Reserves		$3,775,623	$3,075,407
Accumulated Operating Surplus (Deficit)		$4,016,643	$3,316,427
Investment in capital assets		$2,184,329	$1,967,767
Capital Reserves		$1,175,910	$1,130,360
Total Capital Funds		$3,360,239	$3,098,127
Total net assets		$7,376,882	$6,414,554
TOTAL LIABILITIES AND NET ASSETS		$28,084,247	$23,770,065

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 0021

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$18,367,226	$17,996,160	$17,279,008
Federal Government and/or First Nations	$1,909,060	$1,690,107	$1,764,859
Other Alberta school authorities	$161,441	$77,000	$115,073
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$52,118	$50,985	$81,076
Transportation fees	$0	$0	$0
Other sales and services	$50,884	$25,150	$84,155
Investment income	$151,979	$46,801	$139,443
Gifts and donations	$15,278	$11,000	$82,159
Rentals of facilities	$22,607	$17,578	$22,516
Net school generated funds	$303,495	$300,000	$419,979
Gains on disposal of capital assets	$19,867	$0	$0
Amortization of capital allocations	$916,365	$966,977	$994,995
Total Revenues	$21,970,320	$21,181,758	$20,983,263
EXPENSES			
Certificated salaries	$10,246,647	$10,317,139	$9,808,529
Certificated benefits	$1,060,586	$1,388,214	$1,058,569
Uncertificated salaries and wages	$3,310,795	$3,056,911	$2,995,696
Uncertificated benefits	$633,159	$646,953	$548,223
Services, contracts and supplies	$3,660,726	$4,387,949	$3,928,211
Net school generated funds	$303,495	$300,000	$419,979
Capital and debt services			
Amortization of capital assets			
Supported	$916,366	$711,694	$994,995
Unsupported	$316,871	$255,283	$332,272
Total Amortization of capital assets	$1,233,237	$966,977	$1,327,267
Interest on capital debt			
Supported	$559,347	$701,932	$639,541
Unsupported	$0	$0	$0
Total Interest on capital debt	$559,347	$701,932	$639,541
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$21,007,992	$21,766,075	$20,726,015
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$962,328	($584,317)	$257,248
Extraordinary Item	$0	$0	$29,656
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$962,328	($584,317)	$286,904

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 0021

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$962,328	$286,904
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($916,365)	($994,995)
Total amortization expense	$1,233,237	$1,327,269
Gains on disposal of capital assets	($19,867)	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$140,775	($738,205)
Prepaids and other current assets	($20,955)	$66,003
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($203,709)	$498,818
Deferred revenue	$145,564	($364,819)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$1,321,008	$80,975
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($955,778)	($89,385)
Equipment	($168,949)	($248,874)
Vehicles	($348,076)	$0
Net proceeds from disposal of capital assets	$32,000	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($1,440,803)	($338,259)
C. FINANCING ACTIVITIES		
Capital allocations	$4,392,064	$28,614
Issue of long term debt	$0	$0
Repayment of long term debt	($703,891)	($742,159)
Add back: supported portion	$703,890	$742,159
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$4,392,063	$28,614
Net sources (uses) of cash during year	$4,272,268	($228,670)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$4,675,871	$4,904,541
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$8,948,139	$4,675,871

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.

2 Cash and temporary investments are net of cash obligations.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005
(in dollars)

School Jurisdiction 0021

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$6,414,554	$1,967,767	$241,020	$4,205,767	$2,273,583	$389,149	$110,075	$70,306	$479,441	$358,459	$212,308	$0	$0	$312,446
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$6,414,554	$1,967,767	$241,020	$4,205,767	$2,273,583	$389,149	$110,075	$70,306	$479,441	$358,459	$212,308	$0	$0	$312,446
Surplus(def) of revenue over expense	$962,328		$962,328											
Board funded capital transactions		$545,565		($545,565)	($487,024)	$0	$0	$0	$0	$0	($30,000)	$0		($28,541)
Direct credits to net assets	$0	$0												
Amortization of capital assets		($1,233,237)	$1,233,237											
Amortization of capital allocations		$916,365	($916,365)											
Disposal of unsupported capital assets	$0	($12,131)	$0	$12,131		$12,131		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($1,217,240)	$1,217,240	$1,013,932		$87,274				$116,034		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0				$0	
Net transfers to capital reserves			($61,960)	$61,960		$0		$8,760		$24,237		$0		$28,963
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$7,376,882	$2,184,329	$241,020	$4,951,533	$2,800,491	$401,280	$197,349	$79,066	$479,441	$382,696	$298,342	$0	$0	$312,868

School Jurisdiction Code: 0021

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$6,498	$10,138,830
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$6,498	$10,138,830
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$4,384,143	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$7,921	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$703,890
Expended capital allocations - current year	($927,237)	$927,237
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$916,365
Balance at August 31, 2005	$3,471,325	$10,853,592

1. Authority and Purpose

The School Division delivers education programs under the authority of the School Act, Revised Statutes of Alberta, 2000, Chapter S-3.

The jurisdiction receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on administration expenses and is permitted to reallocate funding within the Alberta Education instruction and support block areas.

2. Summary of Significant Accounting Policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Education for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Cash and cash equivalents

Cash and cash equivalents include cash on hand and balances on deposit with banks.

Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

Revenue Recognition

Revenue is recognized as follows:

1. Instruction and support allocations are recognized in the year to which they relate.
2. Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.
3. Capital allocations from the province or other agencies are recorded as deferred capital contributions until spent. Once spent, they are transferred to the unamortized capital allocation balance and are recognized as revenue in the periods in which the amortization expense for these capital assets is recorded. Amounts invested in unamortized capital assets are recorded as direct increases in net assets.
4. Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.
5. Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received.

2. **Summary of Significant Accounting Policies** *(continued from previous page)*

Capital Assets
Capital assets are recorded at cost. Items costing less than $5,000 are expensed when purchased. Capital assets are amortized on a straight- line basis over the assets' estimated useful life as follows:

Vehicles	5 to 10 years
Buildings	10 to 40 years
Furniture and equipment	5 to 20 years

School generated funds
Funds generated from school-based activities are included as assets, liabilities, revenues and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with school jurisdiction officials or their appointees. These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g yearbook sales, graduation fees, field trips, etc.).

Vacation Pay
Vacation pay is accrued in the period in which the employee earns the benefit.

Operating and Capital Reserves
Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

Contributed services
Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

Financial Instruments
The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximates their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

Employee Future Benefits
The jurisdiction accrues its obligations under employee future benefit plans and expenses the related costs. As at August 31, 2005, there is no financial impact on the jurisdiction.

2. **Summary of Significant Accounting Policies** *(continued from previous page)*

Pension obligation

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the HFCRD #37 School Division does not make pension contributions for certificate staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of $79,151 (2004 - $64,571) for the Year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1,288,924,000 (2003 - deficiency of $1,453,487,000).

3. Accounts Receivable

	2005	2004
Province of Alberta	**526,188**	540,920
Federal Government and First Nations	**33,381**	122,300
Alberta Municipalities	**386,060**	527,411
Other	**224,536**	120,309
	1,170,165	1,310,940

4. Capital assets

			2005	2004
	Cost	Accumulated Depreciation	**Net Book Value**	Net Book Value
Land	965,754	-	**965,754**	965,754
Buildings	30,857,815	15,637,909	**15,219,906**	15,193,972
Vehicles	609,443	139,749	**469,694**	180,242
Furniture and equipment	2,499,376	1,708,029	**791,347**	879,300
	34,932,388	17,485,687	**17,446,701**	17,219,268

5. Deferred Revenue

	2005	2004
AB infrastructure	**153,756**	15,039
AB Initiative for School Improvement	**71,602**	87,429
AB Education Plant Operation & Maintenance	**81,037**	-
Other	**34,032**	92,395
	340,427	194,863

6. **Trust Assets and Liabilities**	**2005**	2004
Deferred salary leave plan	**104,977**	-
Charitable donation fund	**7,947**	7,790
Student Health Initiative Trust (SHI Banker Board)	**-**	204,928
Alternative French Initiative (Banker Board)	**4,227**	-
	117,151	212,718

7. **Long-term Debt**	**2005**	2004
Debentures, with interest ranging from 8.75% to 12.00%, repayable in annual blended payments of $742,158, maturing from 2005 to 2017.	**4,408,780**	5,112,671
Less: current portion	**672,738**	703,890
	3,736,042	4,408,781

Principal repayments over the next five fiscal years are as follows:

2006	$	**672,738**
2007		**653,758**
2008		**648,846**
2009		**626,117**
2010 to maturity		**1,807,321**

8. Deferred Capital Allocations

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose that have been received or are receivable by the jurisdictions, but the related expenditure has not yet been made at year-end. These unspent deferred capital allocations are not amortized until the expenditure has been made and it is at that time that the balance is transferred to the unamortized capital allocations account.

9. Unamortized Capital Allocations

Unamortized capital allocations represent externally-restricted supported capital funds that have been spent, but have yet to be amortized over the useful life of the applicable capital asset to which the restricted capital allocations apply. The unamortized capital allocations account balance is increased by transfers of previously deferred capital allocations now spent, as well as fully-supported debentured capital funds, as the principal is repaid.

10. Economic Dependence on Related Third Party

The School Division's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

11. Budget Amounts

The budget was prepared by the School jurisdiction management with Board of Trustees approval. It is presented for information purposes only and has not been audited.

12. Approval of Financial Statements

These financial statements were approved by management.

13. Contingencies

A number of claims have been filed against the Government of Canada. These claims stem from allegations that occurred in residential schools during a period ranging from the early 1960's to the early 1970's. The Division has been named as a third party with the Government of Canada in these claims. With respect to one of the claims, the Division has been named as defendant.

The Division has entered into an Indemnity Agreement in which the Province of Alberta has agreed to indemnify Holy Family Catholic Regional Division for these claims and related costs incurred.

14. Commitments

The jurisdiction is committed to further capital expenditures for the construction of a replacement school of approximately $8,825,512. To date, a total of $949,353 has been spent and funding of $4,412,757 has been received. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure and Transportation.

SCHEDULE A to the AFS

School Jurisdiction Cod 0021

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) **Alberta Education Revenues**	$16,676,007	$15,009,244	$564,760	$220,587	$881,416	$0
Alberta Infrastructure and Transportation						
(2) Infrastructure Maintenance Program & Portable Relocations support	$160,475		$160,475			
(3) Regular Operations & Maintenance support	$904,115		$904,115			
(4) Other support	$0	$0	$0			
(5) **Total Alberta Infrastructure and Transportation Revenues**	$1,064,590	$0	$1,064,590			
(6) **Alberta Finance**	$559,347		$559,347			$0
(7) **Other - Government of Alberta**	$67,282	$16,482	$3,800	$0	$316	$46,684
(8) **Federal Government and/or First Nations**	$1,909,060	$1,628,279	$135,828	$0	$99,019	$45,934
(9) **Other Alberta school authorities**	$161,441	$0	$1	$133,563	$0	$27,877
(10) **Out of province authorities**	$0	$0	$0	$0	$0	$0
(11) **Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12) **Instruction resource fees**	$52,118	$52,118				
(13) **Transportation fees**	$0			$0		
(14) **Other sales and services**	$50,884	$38,091	$948	$0	$6,294	$5,551
(15) **Investment income**	$151,979	$99,291	$43,184	$0	$9,504	$0
(16) **Gifts and donations**	$15,278	$13,619	$1,659	$0		$0
(17) **Rentals of facilities**	$22,607	$0	$10,783	$0	$1,264	$10,560
(18) **Net school generated funds**	$303,495	$303,495			$0	
(19) **Gains on disposal of capital assets**	$19,867	$19,867	$0	$0	$0	$0
(20) **Amortization of capital allocations**	$916,365	$0	$916,365	$0		$0
(21) **TOTAL REVENUES**	$21,970,320	$17,180,486	$3,301,265	$354,150	$997,813	$136,606
EXPENSES						
(22) **Certificated salaries**	$10,246,647	$10,018,315			$228,332	$0
(23) **Certificated benefits**	$1,060,586	$1,041,278			$19,308	$0
(24) **Uncertificated salaries and wages**	$3,310,795	$2,469,482	$400,714	$20,220	$382,542	$37,837
(25) **Uncertificated benefits**	$633,159	$467,818	$78,657	$4,445	$75,472	$6,767
(26) **SUB - TOTAL**	$15,251,187	$13,996,893	$479,371	$24,665	$705,654	$44,604
(27) **Services, contracts & supplies**	$3,660,726	$1,828,410	$1,250,147	$255,350	$224,304	$102,515
(28) **Cost recoveries & charges to programs**	$0	$37,757	$0	($41,899)	$43,618	($39,476)
(29) **Net school generated funds**	$303,495	$303,495				
Capital and debt services						
Amortization of capital assets						
(30) Supported	$916,366	$0	$916,366	$0	$0	$0
(31) Unsupported	$316,871	$167,637	$96,034	$0	$24,237	$28,963
(32) Total Amortization	$1,233,237	$167,637	$1,012,400	$0	$24,237	$28,963
Interest on capital debt						
(33) Supported	$559,347	$0	$559,347	$0	$0	$0
(34) Unsupported	$0	$0	$0	$0	$0	$0
(35) Other interest charges	$0	$0	$0	$0	$0	$0
(36) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37) **TOTAL EXPENSES**	$21,007,992	$16,334,192	$3,301,265	$238,116	$997,813	$136,606
(38) **SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$962,328	$846,294	$0	$116,034	$0	$0

School Jurisdiction Code: 0021

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$407,048
Base Instruction (Gr 1-12)	$9,535,860
Outreach Programs	$0
Home Education	$3,723
Differential Cost Funding *	$5,251,636
Other Provincial Support	
Institutional Programs	$113,018
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$20,586
Federal French Funding	$17,603
Provincial Priority Targeted Funding	
Class Size Initiative	$268,201
Student Health Initiative (SHI)	$6,722
Alberta Initiative for School Improvement (AISI)	$288,825
High Speed Networking	$60,000
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe)	$702,785
Total Alberta Education Revenues	$16,676,007

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 0021

SCHEDULE C the AFS
ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$733,353	$618,428	$150,048		$0	$0	$1,501,829
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$852,626	$344,531	$52,721		$0		$1,249,878
ECS Program Unit (PUF)	$0	$128,066	$44,018		$0		$172,084
Severe Disabilities (Gr 1-12)	$871,515	$908,222	$213,473		$0		$1,993,210
English as a Second Language	$39,966	$23,124	$74		$0		$63,164
French Language Program & Francisation (all jurisdictions)	$639,218	$0	$9,546		$0		$648,764
First Nations, Metis and Inuit Education (ECS - Gr 12)	$182,211	$256,737	$95,484		$0		$534,432
Home Education	$0	$0	$1,954		$1,769		$3,723
Institutional Programs	$133,845	$12,755	$21,011		($54,593)		$113,018
Alberta Initiative for School Improvement	$152,845	$11,698	$104,807	$16,409	$4,466		$290,225
Student Health Initiative	$0	$5,589	$0		$1,133		$6,722
High Speed Networking			$0		$0		$0
Class Size	$71,521	$29,112	$0	$0	$167,568		$268,201
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$7,382,493	$599,038	$575,359	$171,369	($82,586)	$471,132	$9,488,942
TOTAL EXPENSES	$11,059,593	$2,937,300	$1,268,495	$187,778	$37,757	$471,132	$16,334,192

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	11.6	14.5
ECS Program Unit (PUF)	0.0	5.2
Severe Disabilities (Gr 1-12)	11.8	38.9

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 0021

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES		**$21,007,992**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**5.92%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,243,673
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		**$1,243,673**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$997,813
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$997,813
MAXIMUM EXPENSE LIMIT	$1,243,673
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$245,860

School Jurisdiction Code: 0021

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$222,656
Source of Net School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$282,782	$152,273	$130,509	
Student fees (Non-Instructional) (Note 2)	$54,932		$54,932	
Donations and grants to schools	$60,876		$60,876	
Other (describe):	$143,509	$56,463	$87,046	
Net Additions to SGF	$542,099	$208,736		$333,363
Net SGF Available for Discretionary Spending				$556,019
Application of Net School Generated Funds:				
Extra-curricular activities			$94,633	
School beautification			$15,513	
Field Trips			$86,767	
Equipment			$7,226	
Family literacy and other community resources			$4,418	
Other (describe):			$94,938	
Net SGF Expended for Discretionary Purposes (Note 3)				$303,495
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$252,524

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 0021

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$273,330	$66,011	$0	$0	$61,373	$400,714		$400,714
Uncertificated benefits	$57,953	$8,624	$0	$0	$12,080	$78,657		$78,657
Sub-total Remuneration	$331,283	$74,635	$0	$0	$73,453	$479,371		$479,371
Contracted Services	$182,083	$301,827	$0	$160,475	$4,411	$648,796		$648,796
Supplies	$64,704	$6,815	$0	$0	$8,377	$79,896		$79,896
Electricity			$263,042			$263,042		$263,042
Natural Gas/Heating Fuel			$195,861			$195,861		$195,861
Sewer and Water			$49,877			$49,877		$49,877
Telecommunications			$1,940			$1,940		$1,940
Insurance					$10,735	$10,735		$10,735
Amortization of capital assets								
Supported							$916,366	$916,366
Unsupported						$96,034		$96,034
Total Amortization						$96,034	$916,366	$1,012,400
Interest on capital debt								
Supported							$559,347	$559,347
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$578,070	$383,277	$510,720	$160,475	$96,976	$1,825,552	$1,475,713	$3,301,265
SQUARE METRES								
School Buildings								34,400.4
Non School Buildings								1,705.0
UNCERTIFICATED FTE'S (Board/Contract)	11.8	1.4						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations.
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 0021

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	David William Mitchell	1.0	$21,177	$68	$0			$21,245	$8,062
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Debbie Gour	1.0	$7,510	$197	$0			$7,707	$4,607
Name	Rene Lanctot	1.0	$5,520	$69	$0			$5,589	$8,702
Name	George Ostermeier	1.0	$6,810	$66	$0			$6,876	$5,092
Name	Denise Valiquette	1.0	$6,293	$115	$0			$6,408	$4,667
Name	Beatrice Wright	1.0	$3,068	$34	$0			$3,102	$2,060
Name	Louise Stokes	0.8	$2,910	$32	$0			$2,942	$1,447
Name	Dianne Lavoie	0.8	$4,480	$84	$0			$4,564	$2,822
Name	Edna Kosik-Harvey	1.0	$7,338	$162	$0			$7,500	$6,084
Name	Jean Luc Dube	1.0	$4,710	$46	$0			$4,756	$748
Name	Diane Martel	0.2	$788	$25	$0			$813	$84
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*9.8*	*$70,603*	*$898*	*$0*			*$71,501*	*$44,375*
Superintendent	Wayne Doll	1.0	$121,151	$9,788	$0	$0	$0	$130,939	$20,422
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	Ian Becker	1.0	$77,314	$15,366	$0	$0	$0	$92,680	$7,042
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	Helen Diaz	1.0	$77,314	$14,310	$0	$0	$0	$91,624	$3,844
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		148.8	$10,085,450	$1,050,798	$0	$0	$40,046	$11,176,294	
Uncertificated Salaries & Wages		120.4	$3,085,565	$602,585	$0	$0	$0	$3,688,150	
TOTALS			**$13,517,396**	**$1,693,745**	**$0**	**$0**	**$40,046**	**$15,251,187**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 4481

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Holy Spirit Roman Catholic Separate Regional Division # 4
Legal Name of School Jurisdiction

620 12 Street "B" North Lethbridge, AB T1J 3E7
Mailing Address

Telephone No. 327-9555 Fax No. 327-9595
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Holy Spirit Roman Catholic Separate Regional Division # 4
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mr. Kenneth Tratch	"Original Signed"
Name	**Signature**

SUPERINTENDENT

Mr. David Keohane	"Original Signed"
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Mr. Victor Pirie	"Original Signed"
Name	**Signature**

23-Nov-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

AUDITORS' REPORT

To the Board of Trustees of the
Holy Spirit Roman Catholic Separate Regional Division No. 4

We have audited the statement of financial position of the Holy Spirit Roman Catholic Separate Regional Division No. 4 as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2005 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Young Parkyn McNab LLP

Lethbridge, Alberta

November 2, 2005

Chartered Accountants

School Jurisdiction Code: 4481

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		($0)	$0
Accounts receivable (net after allowances)		$2,180,674	$4,778,124
Prepaid expenses		$63,184	$125,119
Other current assets		$15,815	$17,693
Total current assets		$2,259,673	$4,920,936
School generated assets		$1,008,071	$705,027
Trust assets		$316,627	$289,245
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$837,612	$837,612
Buildings	$51,214,668		
Less: accumulated amortization	($14,190,772)	$37,023,896	$34,460,676
Equipment	$2,031,075		
Less: accumulated amortization	($1,728,192)	$302,883	$307,809
Vehicles	$157,530		
Less: accumulated amortization	($83,718)	$73,812	$64,350
Total capital assets		$38,238,203	$35,670,447
TOTAL ASSETS		$41,822,574	$41,585,655
LIABILITIES			
Current liabilities			
Bank indebtedness		$1,475,711	$541,444
Accounts payable and accrued liabilities		$806,483	$1,724,390
Deferred revenue		$366,186	$738,058
Deferred capital allocations		$381,348	$463,823
Current portion of all long term debt		$592,876	$695,626
Total current liabilities		$3,622,604	$4,163,341
School generated liabilities		$1,008,071	$705,027
Trust liabilities		$316,627	$289,245
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$3,001,552	$3,697,178
	Less: Current portion of supported debt	($592,876)	($695,626)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$31,220,949	$29,523,167
Total long term liabilities		$34,954,323	$33,518,991
TOTAL LIABILITIES		$38,576,927	$37,682,332
NET ASSETS			
Unrestricted net assets		($0)	$194,912
Operating Reserves		$643,448	$1,482,693
Accumulated Operating Surplus (Deficit)		$643,448	$1,677,605
Investment in capital assets		$2,498,616	$2,027,135
Capital Reserves		$103,583	$198,583
Total Capital Funds		$2,602,199	$2,225,718
Total net assets		$3,245,647	$3,903,323
TOTAL LIABILITIES AND NET ASSETS		$41,822,574	$41,585,655

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 4481

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$32,647,707	$28,870,016	$30,680,675
Federal Government and/or First Nations	$1,482,279	$1,348,942	$1,460,608
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$219,193	$165,842	$217,898
Transportation fees	$0	$0	$0
Other sales and services	$59,682	$110,230	$42,785
Investment income	$11,958	$70,575	$47,196
Gifts and donations	$0	$0	$0
Rentals of facilities	$0	$0	$0
Net school generated funds	$767,427	$574,265	$710,525
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$757,718	$1,033,535	$1,034,078
Total Revenues	$35,945,964	$32,173,405	$34,193,765
EXPENSES			
Certificated salaries	$18,490,565	$16,711,697	$17,223,104
Certificated benefits	$2,217,600	$2,037,151	$2,108,390
Uncertificated salaries and wages	$6,325,801	$5,007,475	$5,616,049
Uncertificated benefits	$1,379,729	$1,008,663	$1,193,969
Services, contracts and supplies	$6,199,201	$5,638,952	$5,974,158
Net school generated funds	$767,427	$574,265	$710,525
Capital and debt services			
Amortization of capital assets			
Supported	$757,718	$1,033,535	$1,034,078
Unsupported	$138,309	$101,363	$127,191
Total Amortization of capital assets	$896,027	$1,134,898	$1,161,269
Interest on capital debt			
Supported	$327,290	$367,102	$401,793
Unsupported	$0	$0	$0
Total Interest on capital debt	$327,290	$367,102	$401,793
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$36,603,640	$32,480,203	$34,389,257
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	($657,676)	($306,798)	($195,492)
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($657,676)	($306,798)	($195,492)

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 4481

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($657,676)	($195,492)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($757,718)	($1,034,078)
Total amortization expense	$896,027	$1,161,269
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$2,597,450	($1,890,129)
Prepaids and other current assets	$63,813	$11,357
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($917,907)	($1,040,316)
Deferred revenue	($371,872)	($29,572)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$852,117	($3,016,961)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($3,354,166)	($5,657,343)
Equipment	($87,943)	($66,870)
Vehicles	($21,674)	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($3,463,783)	($5,724,213)
C. FINANCING ACTIVITIES		
Capital allocations	$1,677,399	$2,151,532
Issue of long term debt	$0	$0
Repayment of long term debt	($695,626)	($695,626)
Add back: supported portion	$695,626	$695,626
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$1,677,399	$2,151,532
Net sources (uses) of cash during year	($934,267)	($6,589,642)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	($541,444)	$6,048,198
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	($1,475,711)	($541,444)

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements

2 Cash and temporary investments are net of cash obligations.

School Jurisdiction 4481

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	**INVESTMENT IN CAPITAL ASSETS**	**UNRESTRICTED NET ASSETS**	**TOTAL INTERNALLY RESTRICTED NET ASSETS** Cols. 5 to 14	**INTERNALLY RESTRICTED NET ASSETS**									
					School Based		**Infrastructure**		**Board & System Admin.**		**Transportation**		**External Services**	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$3,903,323	$2,027,135	$194,912	$1,681,276	$790,489	$103,583	$18,126	$0	$187,304	$95,000	$486,774	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$3,903,323	$2,027,135	$194,912	$1,681,276	$790,489	$103,583	$18,126	$0	$187,304	$95,000	$486,774	$0	$0	$0
Surplus(def) of revenue over expense	($657,676)		($657,676)											
Board funded capital transactions		$609,790	($375,594)	($234,196)	($117,522)	$0	($21,674)	$0	$0	($95,000)	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($896,027)	$896,027											
Amortization of capital allocations		$757,718	($757,718)											
Disposal of unsupported capital asset	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($653,038)	$653,038	$460,222		$86,597		$0		$126,219		$0	
Net transfers from operating reserves			$1,353,087	($1,353,087)	($904,119)		$0		($81,703)		($367,265)		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$3,245,647	$2,498,616	($0)	$747,031	$229,070	$103,583	$63,049	$0	$105,601	$0	$245,728	$0	$0	$0

School Jurisdiction Code: 4481

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$463,823	$29,523,167
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$463,823	$29,523,167
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$1,677,399	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$695,626
Expended capital allocations - current year	($1,759,874)	$1,759,874
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$757,718
Balance at August 31, 2005	$381,348	$31,220,949

1. Authority and purpose

The School Division delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3.

The School Division receives instruction and support allocations under Regulation 77/2003. The regulation allows for setting of conditions and use of grant monies. The School Division is limited on certain funding allocations and administration expenses.

2. Summary of significant accounting policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Revenue recognition
Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received or receivable.

Investments
Investments are valued at cost.

Inventory
Inventory is recorded at the lower of cost and net realizable value. Cost is determined on the first in, first out basis.

Capital assets
Capital assets are recorded at cost and amortization is provided for on a straight line basis using the following annual rates:

Equipment and furnishings	5 years
Vehicles and buses	10 years
Buildings	40 years
Buildings and additions	25 years

2. Summary of significant accounting policies (continued)

Capital assets (continued)
There is no amortization charged in the year of acquisition.

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

School generated funds
These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (eg. yearbook sales, graduation fees, field trip fees, etc.).

Vacation pay
Vacation pay is accrued in the period in which the employee earns the benefit.

Pensions
Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the School Division does not make pension contributions for certificated staff.

The School Board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $353,179 for the year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1,288,924,000 (2003 deficiency of $1,453,487,000).

Prepaid expenses
Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

Contributed services
Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

Financial instruments
The Division's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Division has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

2. Summary of significant accounting policies (continued)

Operating and capital reserves
Reserves are established at the discretion of the Board of Trustees of the Division or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

Employee future benefits
The Division accounted for the future cost of employee benefits commencing in the 2000-2001 school year using the retroactive approach. There is no financial impact on the Division at this time.

3. Accounts receivable

		2005		2004
Province of Alberta	$	1,638,420	$	3,411,262
Federal government		280,829		400,223
Alberta municipalities		8,948		14,967
Indian and Northern Affairs Canada		134,481		128,673
City of Lethbridge		-		700,000
Other		117,996		122,999
Total	$	2,180,674	$	4,778,124

4. Accounts payable and liabilities

		2005		2004
Province of Alberta	$	176,996	$	218,113
Other trade payables and accrued liabilities		629,487		1,506,277
Total	$	806,483	$	1,724,390

5. Deferred revenue

		2005		2004
Modernization Block Funding	$	181,352	$	387,367
Indian and Northern Affairs Tuition		-		57,422
Alberta Initiative for School Improvement		130,017		88,096
Severe Disabilities 2000-2003		52,215		154,673
Special education mild and moderate		-		26,700
Jurisdictional study		-		18,000
Foreign tuition		-		5,800
Classroom Initiative		2,602		-
	$	366,186	$	738,058

6. Trust assets and liabilities

These balances represent cash that is held in trust by the jurisdiction for the following areas:

	2005	2004
Scholarship trusts	$ 247,161	$ 239,935
Charitable donations	69,151	48,995
Trust awards	315	315
Total	$ 316,627	$ 289,245

7. Long-term debt

The Division has various debentures payable to Alberta Capital Finance Authority relating to the acquisition of capital assets bearing interest at rates ranging from 8.875% to 12.0%. The debenture debt is fully supported by Alberta Finance. Principal payments in each of the next five years are estimated as follows:

2006	$ 592,876
2007	476,604
2008	467,223
2009	351,053
2010	337,993
Thereafter	775,803
	$ 3,001,552

8. Deferred capital allocations

Capital allocations received for qualifying capital projects initiated by the jurisdiction have been capitalized. These allocations are amortized on a basis consistent with the capital asset that the allocation funded.

9. Unamortized capital allocations

Unamortized capital allocations represent externally-restricted supported capital funds that have been spent, but have yet to be amortized over the useful life of the applicable capital asset to which the restricted capital allocations apply. The unamortized capital allocations account balance is increased by transfers of previously deferred capital allocations now spent, as well as full-supported debentured capital funds, as the principal is repaid.

10. Internally restricted net assets

Net assets may be restricted by authorization of the Board of Trustees for future capital and operating expenditures. The amounts are established and expended in accordance with terms and conditions established by the Board.

	2005	2004
Operating		
School allocations	$ 70,907	$ 529,198
Professional development	158,162	261,291
Operations and maintenance	63,049	18,126
Board governance	42,000	22,000
System administration	63,601	165,304
Transportation	245,729	486,774
	643,448	1,482,693
Capital		
Technology	103,583	103,583
Board and system	-	95,000
	103,583	198,583
	$ 747,031	$ 1,681,276

11. Capital over expenditure

The School Division has unfunded capital over expenditures totalling $1,517,087. The over expenditure relating to the St. Basil Education Centre in the amount of $1,332,398 is expected to be funded by the sale of surplus property within the next year. The over expenditure relating to St. Francis School in the amount of $184,689 is expected to funded from future Infrastructure Maintenance Program funding.

12. Commitments

The Division is committed to further capital expenditures for the modernization, replacement and addition of schools of approximately $18,800,000. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure.

Catholic High School Campus	$ 10,400,000
St. Catherine's School modernization	4,400,000
Ecole St. Mary's modernization	4,000,000
	$ 18,800,000

13. Economic dependence on related third party

The School Division's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

14. Budget amounts

The budget was prepared by the School Division management with Board of Trustees approval given on June 28, 2004. It is presented for information purposes only and has not been audited.

SCHEDULE A to the AFS

School Jurisdiction Cod 4481

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$28,885,440	$26,434,113	$0	$1,015,847	$1,435,480	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$425,786	$0	$425,786			
(3)	Regular Operations & Maintenance support	$2,991,191		$2,991,191			
(4)	Other support	$18,000	$0	$18,000			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$3,434,977	$0	$3,434,977			
(6)	**Alberta Finance**	$327,290		$327,290			$0
(7)	**Other - Government of Alberta**	$0		$0	$0	$0	$0
(8)	**Federal Government and/or First Nations**	$1,482,279	$1,259,937	$148,228	$0	$74,114	$0
(9)	**Other Alberta school authorities**	$0	$0	$0	$0	$0	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12)	**Instruction resource fees**	$219,193	$219,193				
(13)	**Transportation fees**	$0			$0		
(14)	**Other sales and services**	$59,682	$59,682	$0	$0	$0	$0
(15)	**Investment income**	$11,958	$11,958	$0	$0	$0	$0
(16)	**Gifts and donations**	$0	$0	$0	$0		$0
(17)	**Rentals of facilities**	$0	$0	$0	$0	$0	$0
(18)	**Net school generated funds**	$767,427	$767,427			$0	
(19)	**Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(20)	**Amortization of capital allocations**	$757,718	$0	$757,718	$0		$0
(21)	**TOTAL REVENUES**	$35,945,964	$28,752,310	$4,668,213	$1,015,847	$1,509,594	$0
	EXPENSES						
(22)	**Certificated salaries**	$18,490,565	$18,255,565			$235,000	$0
(23)	**Certificated benefits**	$2,217,600	$2,189,400			$28,200	$0
(24)	**Uncertificated salaries and wages**	$6,325,801	$4,385,895	$1,391,403	$40,034	$508,469	$0
(25)	**Uncertificated benefits**	$1,379,729	$968,221	$308,318	$4,380	$98,810	$0
(26)	**SUB - TOTAL**	$28,413,695	$25,799,081	$1,699,721	$44,414	$870,479	$0
(27)	**Services, contracts & supplies**	$6,199,201	$2,816,313	$1,816,857	$845,214	$720,817	$0
(28)	**Cost recoveries & charges to programs**	$0	$0	$0	$0	$0	$0
(29)	**Net school generated funds**	$767,427	$767,427				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$757,718	$0	$757,718	$0	$0	$0
(31)	Unsupported	$138,309	$103,819	$14,592	$0	$19,898	$0
(32)	Total Amortization	$896,027	$103,819	$772,310	$0	$19,898	$0
	Interest on capital debt						
(33)	Supported	$327,290	$0	$327,290	$0	$0	$0
(34)	Unsupported	$0	$0	$0	$0	$0	$0
(35)	Other interest charges	$0	$0	$0	$0	$0	$0
(36)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37)	**TOTAL EXPENSES**	$36,603,640	$29,486,640	$4,616,178	$889,628	$1,611,194	$0
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	($657,676)	($734,330)	$52,035	$126,219	($101,600)	$0

School Jurisdiction Code: 4481

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$831,470
Base Instruction (Gr 1-12)	$20,361,082
Outreach Programs	$52,020
Home Education	$0
Differential Cost Funding *	$5,528,327
Other Provincial Support	
Institutional Programs	
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$0
Federal French Funding	$95,480
Provincial Priority Targeted Funding	
Class Size Initiative	$742,193
Student Health Initiative (SHI)	$221,205
Alberta Initiative for School Improvement (AISI)	$502,723
High Speed Networking	$67,520
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe)	$483,420
Total Alberta Education Revenues	$28,885,440

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services

School Jurisdiction Code: 4481

SCHEDULE C the AFS
ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$359,312	$160,105	$147,212		$0	$0	$666,629
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$0	$118,425	$23,463		$0		$141,888
ECS Program Unit (PUF)	$0	$493,286	$86,643		$0		$579,929
Severe Disabilities (Gr 1-12)	$168,099	$2,186,049	$15,485		$0		$2,369,633
English as a Second Language	$37,522	$22,650	$1,225		$0		$61,397
French Language Program & Francisation (all jurisdictions)	$73,852	$12,585	$5,500		$0		$91,937
First Nations, Metis and Inuit Education (ECS - Gr 12)	$67,528	$282,128	$34,010		$0		$383,666
Home Education	$0	$0	$0		$0		$0
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$338,994	$68,045	$95,684	$0	$0		$502,723
Student Health Initiative	$0	$215,412	$5,793		$0		$221,205
High Speed Networking			$0		$0		$0
Class Size	$742,193	$0	$0	$0	$0		$742,193
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$18,657,465	$1,795,431	$2,401,298	$0	$0	$886,065	$23,725,440
TOTAL EXPENSES	$20,444,965	$5,354,116	$2,816,313	$0	$0	$886,065	$29,486,640

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	0.0	4.3
ECS Program Unit (PUF)	0.0	17.7
Severe Disabilities (Gr 1-12)	2.0	84.5

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 4481

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	**$36,603,640**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.91%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,797,239
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $76,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		**$1,797,239**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,611,194
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	-$81,703
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,529,491
MAXIMUM EXPENSE LIMIT	$1,797,239
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$267,748

School Jurisdiction Code: 4481

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$705,027
Source of Net School Generated Funds:				
Fundraising activities	$2,036,982	$1,073,145	$963,837	
Student fees (Non-Instructional) (Note 2)	$8,589		$8,589	
Donations and grants to schools	$98,045		$98,045	
Other (describe)	$0	$0	$0	
Net Additions to SGF	$2,143,616	$1,073,145		$1,070,471
Net SGF Available for Discretionary Spending				$1,775,498
Application of Net School Generated Funds:				
Extra-curricular activities			$482,138	
School beautification			$5,271	
Field Trips			$174,441	
Equipment			$21,407	
Family literacy and other community resources			$29,823	
Other (describe) Donations			$54,347	
Net SGF Expended for Discretionary Purposes (Note 3)				$767,427
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$1,008,071

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position

School Jurisdiction Code: 4481

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$1,200,809	$92,771	$0	$0	$97,823	$1,391,403		$1,391,403
Uncertificated benefits	$264,416	$21,073	$0	$0	$22,829	$308,318		$308,318
Sub-total Remuneration	$1,465,225	$113,844	$0	$0	$120,652	$1,699,721		$1,699,721
Contracted Services	$0	$18,788	$0	$50,192	$18,754	$87,734		$87,734
Supplies	$713,437	$68,071	$0	$0	$22,018	$803,526		$803,526
Electricity			$463,795			$463,795		$463,795
Natural Gas/Heating Fuel			$315,150			$315,150		$315,150
Sewer and Water			$146,652			$146,652		$146,652
Telecommunications			$0			$0		$0
Insurance					$0	$0		$0
Amortization of capital assets								
Supported							$757,718	$757,718
Unsupported						$14,592		$14,592
Total Amortization						$14,592	$757,718	$772,310
Interest on capital debt								
Supported							$327,290	$327,290
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$2,178,662	$200,703	$925,597	$50,192	$161,424	$3,531,170	$1,085,008	$4,616,178
SQUARE METRES								
School Buildings								55,288.0
Non School Buildings								1,163.0
UNCERTIFICATED FTE'S (Board/Contract)	31.5	3.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations.
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 4461

SCHEDULE G to the AFS

DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005

(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	K Tratch	0.8	$5,840	$935	$2,791			$9,566	$6,425
Name	L Dolen-sweder	0.2	$1,146	$241	$698			$2,085	$292
Other Board Members:									
Name	K Tratch	0.2	$1,107	$234	$553			$1,894	$0
Name	F. Williams	0.2	$1,107	$146	$553			$1,806	$849
Name	D. Demers	0.2	$1,107	$307	$553			$1,967	$0
Name	N. King	0.8	$4,425	$97	$2,213			$6,735	$5,566
Name	K. Milder	0.8	$4,425	$1,614	$2,213			$8,252	$6,066
Name	B. Baptista	0.8	$4,425	$1,670	$2,213			$8,308	$4,270
Name	C. Spearman	1.0	$5,531	$156	$2,766			$8,453	$1,496
Name	M. Welsch	1.0	$5,531	$2,142	$2,766			$10,439	$7,857
Name	S. Sawicki	1.0	$5,531	$268	$2,766			$8,565	$3,504
Name	G Cormican	1.0	$5,531	$97	$2,766			$8,394	$3,207
Name	A. Bergen-Henengouwen	1.0	$5,531	$2,544	$2,766			$10,841	$2,445
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*9.0*	*$51,237*	*$10,451*	*$25,617*			*$87,305*	*$41,977*
Superintendent	D. Keohane	1.0	$125,000	$9,902	$3,000	$0	$0	$137,902	$21,975
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	V. Pine	1.0	$101,020	$15,344	$2,000	$0	$0	$118,364	$7,653
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		253.7	$18,365,565	$2,207,698	$35,450	$0	$0	$20,608,713	
Uncertificated Salaries & Wages		194.3	$6,173,544	$1,353,934	$3,600	$0	$0	$7,531,078	
TOTALS			**$24,816,366**	**$3,597,329**	**$69,667**	**$0**	**$0**	**$28,483,362**	

Note: Please refer to completion information on page 15

School Jurisdiction Code: 1045

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Horizon School Division No. 67
Legal Name of School Jurisdiction

6302 - 56 Street, Taber, AB T1G 1Z9
Mailing Address

403-223-3547 403-223-2999
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Horizon School Division No. 67
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Bruce Francis	**"ORIGINAL SIGNED"**
Name	**Signature**

SUPERINTENDENT

Eric Johnson	**"ORIGINAL SIGNED"**
Name	**Signature**

SECRETARY TREASURER OR TREASURER

John Rakai	**"ORIGINAL SIGNED"**
Name	**Signature**

10-Nov-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

AUDITORS' REPORT

To the Board of Trustees
Horizon School Division No. 67

We have audited the statement of financial position of the Horizon School Division No. 67 as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2005 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Young Parkyn McNab LLP

Taber, Alberta

October 26, 2005

Chartered Accountants

School Jurisdiction Code: 1045

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$5,925,619	$6,144,980
Accounts receivable (net after allowances)		$1,025,995	$1,805,096
Prepaid expenses		$1,488	$0
Other current assets		$0	$0
Total current assets		$6,953,102	$7,950,076
School generated assets		$806,740	$620,616
Trust assets		$15,995	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$501,092	$501,092
Buildings	$29,963,146		
Less: accumulated amortization	($12,140,794)	$17,822,352	$15,106,922
Equipment	$1,418,341		
Less: accumulated amortization	($911,412)	$506,929	$553,413
Vehicles	$521,711		
Less: accumulated amortization	($418,790)	$102,921	$142,149
Total capital assets		$18,933,294	$16,303,576
TOTAL ASSETS		$26,709,131	$24,874,268
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$493,702	$360,202
Deferred revenue		$146,331	$113,048
Deferred capital allocations		$608,069	$1,944,222
Current portion of all long term debt		$127,790	$141,089
Total current liabilities		$1,375,892	$2,558,561
School generated liabilities		$806,740	$620,616
Trust liabilities		$15,995	$0
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$953,309	$1,094,398
Less: Current portion of supported debt		($127,790)	($141,089)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$14,771,741	$11,871,875
Total long term liabilities		$16,419,995	$13,445,800
TOTAL LIABILITIES		$17,795,887	$16,004,361
NET ASSETS			
Unrestricted net assets		$3,671,613	$3,588,911
Operating Reserves		$1,821,692	$1,715,795
Accumulated Operating Surplus (Deficit)		$5,493,305	$5,304,706
Investment in capital assets		$3,208,243	$3,337,302
Capital Reserves		$211,696	$227,899
Total Capital Funds		$3,419,939	$3,565,201
Total net assets		$8,913,244	$8,869,907
TOTAL LIABILITIES AND NET ASSETS		$26,709,131	$24,874,268

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 1045

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$29,854,926	$28,381,329	$27,245,247
Federal Government and/or First Nations	$0	$1,300	$0
Other Alberta school authorities	$17,620	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$200,987	$209,900	$229,658
Transportation fees	$13,853	$0	$13,384
Other sales and services	$54,102	$18,849	$56,261
Investment income	$142,707	$190,000	$168,586
Gifts and donations	$4,000	$0	$4,081
Rentals of facilities	$30,318	$28,885	$31,687
Net school generated funds	$541,618	$985,000	$1,230,838
Gains on disposal of capital assets	$677	$0	$16,446
Amortization of capital allocations	$425,887	$426,958	$431,497
Total Revenues	$31,286,695	$30,242,221	$29,427,685
EXPENSES			
Certificated salaries	$15,085,708	$14,743,450	$14,438,338
Certificated benefits	$1,677,644	$1,573,159	$1,534,752
Uncertificated salaries and wages	$5,092,605	$4,878,266	$4,838,082
Uncertificated benefits	$874,231	$782,448	$800,219
Services, contracts and supplies	$7,153,555	$7,068,693	$6,489,156
Net school generated funds	$541,618	$985,000	$1,230,838
Capital and debt services			
Amortization of capital assets			
Supported	$425,887	$426,958	$431,497
Unsupported	$270,495	$246,959	$242,941
Total Amortization of capital assets	$696,382	$673,917	$674,438
Interest on capital debt			
Supported	$109,879	$109,878	$127,722
Unsupported	$0	$0	$0
Total Interest on capital debt	$109,879	$109,878	$127,722
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$11,736	$0	$32,280
Total Expenses	$31,243,358	$30,814,811	$30,165,825
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$43,337	($572,590)	($738,140)
Extraordinary Item		$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$43,337	($572,590)	($738,140)

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 1045

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$43,337	($738,140)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($425,887)	($431,497)
Total amortization expense	$696,382	$674,438
Gains on disposal of capital assets	($677)	($16,446)
Losses on sale of capital assets	$11,736	$32,280
Changes in accrued accounts:		
Accounts receivable	$779,101	($1,033,518)
Prepaids and other current assets	($1,488)	$0
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$133,500	$150,338
Deferred revenue	$33,283	($193,285)
Employee future benefit expense (recovery)	$0	$0
Other (describe)		$0
Total sources (uses) of cash from Operations	$1,269,287	($1,555,830)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($3,201,420)	($2,087,854)
Equipment	($124,246)	($194,576)
Vehicles	($30,162)	($23,420)
Net proceeds from disposal of capital assets	$18,669	$67,230
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($3,337,159)	($2,238,620)
C. FINANCING ACTIVITIES		
Capital allocations	$1,848,511	$2,037,962
Issue of long term debt	$0	$0
Repayment of long term debt	($141,089)	($193,197)
Add back: supported portion	$141,089	$193,197
Other (describe)		$0
Total sources (uses) of cash from Financing activities	$1,848,511	$2,037,962
Net sources (uses) of cash during year	($219,361)	($1,756,488)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$6,144,980	$7,901,468
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$5,925,619	$6,144,980

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.

2 Cash and temporary investments are net of cash obligations.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

School Jurisdiction 1045

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$8,869,907	$3,337,302	$3,588,911	$1,943,694	$1,695,795	$0	$0	$0	$20,000	$0	$0	$227,899	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$8,869,907	$3,337,302	$3,588,911	$1,943,694	$1,695,795	$0	$0	$0	$20,000	$0	$0	$227,899	$0	$0
Surplus(def) of revenue over expense	$43,337		$43,337											
Board funded capital transactions		$171,164	($136,292)	($34,872)		$0	$0	($9,660)	$0	($9,009)	$0	($16,203)	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($696,382)	$696,382											
Amortization of capital allocations		$425,887	($425,887)											
Disposal of unsupported capital assets	$0	($29,728)	$11,059	$18,669		$0		$9,660		$9,009		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($812,449)	$812,449	$802,449		$0		$10,000		$0		$0	
Net transfers from operating reserves			$706,552	($706,552)	($706,552)		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$8,913,244	$3,208,243	$3,671,613	$2,033,388	$1,791,692	$0	$0	$0	$30,000	$0	$0	$211,696	$0	$0

School Jurisdiction Code: 1045

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005
(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$1,944,222	$11,871,875
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$1,944,222	$11,871,875
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$1,803,838	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$44,673	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$141,089
Expended capital allocations - current year	($3,184,664)	$3,184,664
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$425,887
Balance at August 31, 2005	$608,069	$14,771,741

1. Authority and purpose

The School Jurisdiction delivers education programs under the authority of the *School Act*, Revised Status of Alberta 2000, Chapter S - 3.

The jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration.

2. Summary of significant accounting policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles (GAAP). The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework fo the accounting policies summarized below:

a) Revenue recognition
Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received or receivable.

b) Capital assets
Capital assets are recorded at cost and are amortized over their estimated useful lives on a straight line basis, at the following rates:

Buildings	2.5% to 4.0%
Equipment	10.0% and 20.0%
Vehicles	10.0% and 20.0%

Capital assets with costs in excess of $5,000 are capitalized. Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

2. Summary of significant accounting policies (continued)

c) School generated funds
These are funds which come under the control and responsibility of the school principal for school activities. These funds are usually collected, retained and expended at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

d) Vacation pay
Vacation pay is accrued in the period in which the employee earns the benefit.

e) Pensions
Pension costs included in these financial statements comprise the cost of employer contributions for the current service of employees during the year.

The current and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, Horizon School Division No. 67 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, the Local Authorities Pension Plan and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of $142,576 for the year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1,288,924 (2003 deficiency of $1,453,487).

f) Contributed services
Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

g) Financial instruments
These consist of cash, accounts receivable, accounts payable, accrued liabilities and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of the financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the *Trustees Act*.

h) Operating and capital reserves
Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and capital purposes. Such reserves are appropriations of unrestricted net assets.

i) Measurement uncertainty
The financial statements by their nature, contain estimates and are subject to measurement uncertainty. Accounts receivable are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided based on management's best information available at the time. The amounts recorded for amortization of capital assets are based on estimates of the useful life of the related assets. Pension plan expenses are based on actuarial valuations extrapolated to the reporting date. The effect on the financial statements of changes in such estimates in future periods could be significant.

3. Accounts receivables

	2005	2004
Alberta Education	$ 664,264	$ 773,653
Alberta Infrastructure	-	716,556
Other Province of Alberta	62,580	-
Federal Government	212,198	221,785
Other	86,953	93,102
	$1,025,995	$ 1,805,096

4. Bank indebtedness

The jurisdiction has negotiated a line of credit in the amount $400,000 that bears interest at the bank prime rate. This line of credit is secured by a borrowing bylaw and a security agreement covering all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2005.

5. Accounts payable and liabilities

	2005	2004
Alberta Education	$ 71,375	$ 251,276
Other trade payables and accrued liabilities	422,327	108,926
	$ 493,702	$ 360,202

6. Deferred revenue

	2005	2004
Learning Technology Branch math project	$ -	$ 3,368
Alberta Initiative for School Improvement	22,860	54,510
Alberta Ingenuity - science boxes	-	1,000
Infrastructure Maintenance Program (formerly BQRP)	89,788	54,170
Other	240	-
2004 - 2005 O & M Allocation	33,443	-
	$ 146,331	$ 113,048

7. Long term debt

Debenture debt - supported
The debenture debt bears interest at rates varying between 6% and 12%. The debenture debt is fully supported by Alberta Finance. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2005 - 2006	$ 127,790	$ 104,408	$ 232,198
2006 - 2007	127,743	90,371	218,114
2007 - 2008	127,720	76,338	204,058
2008 - 2009	125,707	62,308	188,015
2009 - 2010	124,681	48,501	173,182
2010 - Maturity	319,667	75,909	395,576
	$ 953,308	$ 457,835	$1,411,143

8. Deferred capital allocations

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose received or receivable by the jurisdiction, but the related expenditure has not yet been made at year end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

9. Unamortized capital allocations

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations, as well as fully-supported debenture principal repayments.

10. Commitments

a) Building projects
The jurisdiction is committed to further capital expenditures for the addition and modernization of Central School (Taber) of approximately $2,700,000, Chamberlain School (Grassy Lake) of approximately $250,000, and Warner School of approximately $110,000.

It is anticipated that all of the above projects will be completed in 2005-2006 and that these costs will be fully funded by the capital allocations from Alberta Infrastructure and Transportation.

b) Service providers
As at August 31, 2005, the jurisdiction has approximately $2,400,000 (2004 - $2,200,000) annually for the next two years in commitments relating to transportation services.

11. Economic dependence on related third party

The Horizon School Division No. 67's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

12. Cash flow information

	2005	2004
Interest paid	$ 119,655	$ 139,083

13. Budget amounts

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only.

14. Comparative figures

The comparative figures, which were audited by another firm of chartered accountants, have been reclassified to conform with the current year presentation. The changes to not effect prior year earnings.

SCHEDULE A to the AFS

School Jurisdiction Cod 1045

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$27,853,014	$22,977,938	$1,026,928	$2,564,296	$1,283,852	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$370,745	$0	$370,745			
(3)	Regular Operations & Maintenance support	$1,484,519		$1,484,519			
(4)	Other support	$0	$0	$0			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$1,855,264	$0	$1,855,264			
(6)	**Alberta Finance**	$109,878		$109,878			$0
(7)	**Other - Government of Alberta**	$36,770	$36,770	$0	$0	$0	$0
(8)	**Federal Government and/or First Nations**	$0	$0	$0	$0	$0	$0
(9)	**Other Alberta school authorities**	$17,620	$17,620	$0	$0	$0	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12)	**Instruction resource fees**	$200,987	$200,987				
(13)	**Transportation fees**	$13,853			$13,853		
(14)	**Other sales and services**	$54,102	$54,102	$0	$0	$0	$0
(15)	**Investment income**	$142,707	$114,166	$7,135	$7,135	$14,271	$0
(16)	**Gifts and donations**	$4,000	$0	$4,000	$0		$0
(17)	**Rentals of facilities**	$30,318	$0	$30,318	$0	$0	$0
(18)	**Net school generated funds**	$541,618	$541,618			$0	
(19)	**Gains on disposal of capital assets**	$677	$677	$0	$0	$0	$0
(20)	**Amortization of capital allocations**	$425,887	$0	$425,887	$0		$0
(21)	**TOTAL REVENUES**	$31,286,695	$23,943,878	$3,459,410	$2,585,284	$1,298,123	$0
	EXPENSES						
(22)	**Certificated salaries**	$15,085,708	$14,837,396			$248,312	$0
(23)	**Certificated benefits**	$1,677,644	$1,592,495			$85,149	$0
(24)	**Uncertificated salaries and wages**	$5,092,605	$4,017,153	$567,178	$20,091	$488,183	$0
(25)	**Uncertificated benefits**	$874,231	$678,067	$95,386	$4,181	$96,597	$0
(26)	**SUB - TOTAL**	$22,730,188	$21,125,111	$662,564	$24,272	$918,241	$0
(27)	**Services, contracts & supplies**	$7,153,555	$2,239,569	$2,176,597	$2,378,958	$358,431	$0
(28)	**Cost recoveries & charges to programs**	$0		$0	$0	$0	$0
(29)	**Net school generated funds**	$541,618	$541,618				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$425,887	$0	$425,887	$0	$0	$0
(31)	Unsupported	$270,495	$164,561	$84,483	$0	$21,451	$0
(32)	Total Amortization	$696,382	$164,561	$510,370	$0	$21,451	$0
	Interest on capital debt						
(33)	Supported	$109,879	$0	$109,879	$0	$0	$0
(34)	Unsupported	$0	$0	$0	$0	$0	$0
(35)	Other interest charges	$0	$0	$0	$0	$0	$0
(36)	Losses on disposal of capital assets	$11,736	$182	$0	$11,554	$0	$0
(37)	**TOTAL EXPENSES**	$31,243,358	$24,071,041	$3,459,410	$2,414,784	$1,298,123	$0
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$43,337	($127,163)	$0	$170,500	$0	$0

School Jurisdiction Code: 1045

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$667,658
Base Instruction (Gr 1-12)	$16,773,159
Outreach Programs	$104,040
Home Education	$0
Differential Cost Funding *	$7,816,911
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$35,360
Federal French Funding	$857
Provincial Priority Targeted Funding	
Class Size Initiative	$460,759
Student Health Initiative (SHI)	$158,939
Alberta Initiative for School Improvement (AISI)	$456,738
High Speed Networking	$25,986
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe) Hutterite Col., Microsoft Lic. Reb., Textbook & Classroom, Video Conf., O & M	$1,352,607
Total Alberta Education Revenues	$27,853,014

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 1045

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$1,774,691	$743,856	$85,690		$0	$0	$2,604,237
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$540,929	$654,247	$28,369		$0		$1,223,545
ECS Program Unit (PUF)	$41,540	$98,492	$25,647		$0		$165,679
Severe Disabilities (Gr 1-12)	$297,505	$1,343,072	$27,767		$0		$1,668,344
English as a Second Language	$39,937	$258,270	$86,322		$0		$384,529
French Language Program & Francisation (all jurisdictions)	$0	$0	$857		$0		$857
First Nations, Metis and Inuit Education (ECS - Gr 12)	$0	$45,783	$13,027		$0		$58,810
Home Education	$0	$0	$1,152		$0		$1,152
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$190,681	$146,726	$65,814	$33,518	$0		$436,739
Student Health Initiative	$12,215	$128,142	$11,012		$0		$151,369
High Speed Networking			$25,986		$0		$25,986
Class Size	$460,759	$0	$0	$0	$0		$460,759
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$13,071,635	$1,276,590	$1,538,945	$295,504	$0	$706,361	$16,889,035
TOTAL EXPENSES	$16,429,892	$4,695,178	$1,910,588	$329,022	$0	$706,361	$24,071,041

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	6.6	31.8
ECS Program Unit (PUF)	0.0	4.8
Severe Disabilities (Gr 1-12)	4.3	62.6

Note 1 Excludes Learning Resources

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets

School Jurisdiction Code: 1045

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	$31,243,358

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	5.32%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,662,147
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	3,345	
	$0	$0
MAXIMUM EXPENSE LIMIT		**$1,662,147**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,298,123
PLUS: transfers to Restricted - Operating (Board/System Administration)	$10,000
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,308,123
MAXIMUM EXPENSE LIMIT	$1,662,147
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$354,024

School Jurisdiction Code: 1045

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$620,616
Source of Net School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$392,312	$253,486	$138,826	
Student fees (Non-Instructional) (Note 2)	$319,389		$319,389	
Donations and grants to schools	$64,766		$64,766	
Other (describe) Rental, uniform sales, interest	$452,973	$248,212	$204,761	
Net Additions to SGF	$1,229,440	$501,698		$727,742
Net SGF Available for Discretionary Spending				$1,348,358
Application of Net School Generated Funds:				
Extra-curricular activities			$380,415	
School beautification			$9,641	
Field Trips			$75,086	
Equipment			$40,049	
Family literacy and other community resources			$7,908	
Other (describe) Bank charges, sponsorship, beautification, decorations, rental, staff appreciation			$28,519	
Net SGF Expended for Discretionary Purposes (Note 3)				$541,618
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$806,740

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position

School Jurisdiction Code: 1045

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$185,667	$381,511	$0	$0	$0	$567,178		$567,178
Uncertificated benefits	$32,149	$63,237	$0	$0	$0	$95,386		$95,386
Sub-total Remuneration	$217,816	$444,748	$0	$0	$0	$662,564		$662,564
Contracted Services	$544,617	$121,511	$0	$213,096	$0	$879,224		$879,224
Supplies	$106,543	$251,703	$0	$157,648	$0	$515,894		$515,894
Electricity			$304,463			$304,463		$304,463
Natural Gas/Heating Fuel			$260,479			$260,479		$260,479
Sewer and Water			$45,941			$45,941		$45,941
Telecommunications			$6,036			$6,036		$6,036
Insurance					$164,560	$164,560		$164,560
Amortization of capital assets								
Supported							$425,887	$425,887
Unsupported						$84,483		$84,483
Total Amortization						$84,483	$425,887	$510,370
Interest on capital debt								
Supported							$109,879	$109,879
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$868,976	$817,962	$616,919	$370,744	$164,560	$2,923,644	$535,766	$3,459,410
SQUARE METRES								
School Buildings								53,331.9
Non School Buildings								2,686.6
UNCERTIFICATED FTE'S (Board/Contract)	5.2	5.8						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 1045

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Bruce Francis	1.0	$10,135	$285	$0			$10,420	$1,627
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Derek Baron	1.0	$9,254	$261	$0			$9,515	$3,537
Name	Sharon Holtman	1.0	$9,255	$261	$0			$9,516	$3,706
Name	Audrey Krizsan	0.8	$7,737	$0	$0			$7,737	$4,677
Name	Marie Logan	1.0	$9,485	$263	$0			$9,748	$3,186
Name	Terry Michaelis	0.8	$7,737	$0	$0			$7,737	$5,949
Name	Norma Peters	0.8	$7,737	$0	$0			$7,737	$5,918
Name		0.0	$0	$0	$0			$0	$0
Name	Simon Bekkering	0.2	$1,511	$160	$0			$1,671	$132
Name	Grace Giesbrecht	0.2	$1,511	$160	$0			$1,671	$140
Name	Margaret O'Hara	0.2	$1,675	$215	$0			$1,890	$1,626
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*7.0*	*$66,037*	*$1,604*	*$0*			*$67,641*	*$30,498*
Superintendent	Eric Johnson	1.0	$128,138	$49,130	$0	$0	$0	$177,268	$23,542
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	John Rakai	1.0	$97,385	$20,044	$0	$0	$0	$117,429	$7,678
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		220.1	$14,957,570	$1,628,514	$0	$0	$0	$16,586,084	
Uncertificated Salaries & Wages		202.2	$4,929,183	$852,583	$0	$0	$0	$5,781,766	
TOTALS			**$20,178,313**	**$2,551,875**	**$0**	**$0**	**$0**	**$22,730,188**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 4105

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

LAKELAND ROMAN CATHOLIC SEPARATE SCHOOL DISTRICT NO. 150

Legal Name of School Jurisdiction

4810-46 Street Bonnyville, Alberta T9N 2R2

Mailing Address

Telephone: 780-826-3235 Fax: 780-826-7576

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules LAKELAND ROMAN CATHOLIC SEPARATE SCHOOL DISTRICT NO. 150
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Name	Signature
Vicky Lefebfre	"ORIGINAL SIGNED"

SUPERINTENDENT

Name	Signature
Bernadette Provost	"ORIGINAL SIGNED"

SECRETARY TREASURER OR TREASURER

Name	Signature
Doug Ewanowich	"ORIGINAL SIGNED"

28-Nov-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

ROSS & TOPYLKI LLP
Chartered Accountants

Brian W Ross*, C A
Beverley Topylki*, C A
* Denotes Professional Corporation
: Limited Liability Partnership

Bonnyville
Phone: (780) 826-4469
(780) 826-3188
Fax: (780) 826-3705

Cold Lake
Phone: (780) 594-5554
Fax: (780) 594-2824

AUDITORS' REPORT

To the Board of Trustees of:
Lakeland Roman Catholic Separate School District No 150

We have audited the statement of financial position of the Lakeland Roman Catholic Separate School District No 150 (School District) as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2005, and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Bonnyville, Alberta
November 18, 2005

Chartered Accountants

School Jurisdiction Code: 4105

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$3,584,919	$2,977,742
Accounts receivable (net after allowances)		$1,409,369	$1,100,190
Prepaid expenses		$20,999	$105,465
Other current assets		$185,904	$180,993
Total current assets		$5,201,191	$4,364,390
School generated assets		$120,628	$135,350
Trust assets		$10,745	$10,760
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$506,252	$513,006
Buildings	$18,204,986		
Less accumulated amortization	($9,965,315)	$8,239,671	$8,497,823
Equipment	$876,066		
Less accumulated amortization	($752,058)	$124,008	$199,512
Vehicles	$169,437		
Less accumulated amortization	($137,541)	$31,896	$50,710
Total capital assets		$8,901,827	$9,261,051
TOTAL ASSETS		$14,234,391	$13,771,551
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$802,093	$847,048
Deferred revenue		$242,321	$262,885
Deferred capital allocations		$198,490	$0
Current portion of all long term debt		$352,031	$368,311
Total current liabilities		$1,594,935	$1,478,244
School generated liabilities		$120,628	$135,350
Trust liabilities		$10,745	$10,760
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$2,298,036	$2,666,347
Less: Current portion of supported debt		($352,031)	($368,311)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$4,799,881	$4,846,991
Total long term liabilities		$6,877,259	$7,291,137
TOTAL LIABILITIES		$8,472,194	$8,769,381
NET ASSETS			
Unrestricted net assets		$0	$0
Operating Reserves		$2,797,179	$2,138,551
Accumulated Operating Surplus (Deficit)		$2,797,179	$2,138,551
Investment in capital assets		$1,803,910	$1,747,712
Capital Reserves		$1,161,108	$1,115,907
Total Capital Funds		$2,965,018	$2,863,619
Total net assets		$5,762,197	$5,002,170
TOTAL LIABILITIES AND NET ASSETS		$14,234,391	$13,771,551

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 4105

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$16,541,397	$14,604,099	$15,071,672
Federal Government and/or First Nations	$560,370	$577,742	$612,286
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$8,000	$0	$6,000
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$1,138
Instruction resource fees	$53,616	$56,021	$50,368
Transportation fees	$0	$0	$0
Other sales and services	$64,318	$0	$25,978
Investment income	$93,378	$90,000	$104,909
Gifts and donations	$14,961	$0	$43,146
Rentals of facilities	$0	$0	$0
Net school generated funds	$408,125	$270,000	$408,886
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$646,959	$620,554	$646,444
Total Revenues	$18,391,124	$16,218,416	$16,970,827
EXPENSES			
Certificated salaries	$8,412,184	$7,941,041	$8,261,744
Certificated benefits	$1,007,504	$965,465	$1,031,420
Uncertificated salaries and wages	$2,727,090	$2,456,146	$2,648,778
Uncertificated benefits	$708,067	$577,257	$699,270
Services, contracts and supplies	$3,331,121	$3,201,345	$3,012,843
Net school generated funds	$408,125	$270,000	$408,886
Capital and debt services			
Amortization of capital assets			
Supported	$646,959	$620,554	$646,444
Unsupported	$132,578	$118,773	$118,408
Total Amortization of capital assets	$779,537	$739,327	$764,852
Interest on capital debt			
Supported	$257,469	$280,531	$297,332
Unsupported	$0	$0	$0
Total Interest on capital debt	$257,469	$280,531	$297,332
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$17,631,097	$16,431,112	$17,125,125
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$760,027	($212,696)	($154,298)
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$760,027	($212,696)	($154,298)

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 4105

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$760,027	($154,298)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($646,959)	($646,444)
Total amortization expense	$779,537	$764,852
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($309,179)	($115,217)
Prepaids and other current assets	$79,555	$165,885
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($44,955)	($524,657)
Deferred revenue	($20,564)	($378,490)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$597,462	($888,369)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($420,313)	($571,131)
Equipment	$0	($11,420)
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($420,313)	($582,551)
C. FINANCING ACTIVITIES		
Capital allocations	$430,028	$198,105
Issue of long term debt	$0	$0
Repayment of long term debt	($368,311)	($368,311)
Add back: supported portion	$368,311	$368,311
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$430,028	$198,105
Net sources (uses) of cash during year	$607,177	($1,272,815)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$2,977,742	$4,250,557
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$3,584,919	$2,977,742

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.
2 Cash and temporary investments are net of cash obligations.

School Jurisdiction 4105

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$5,002,170	$1,747,712	$0	$3,254,458	$1,501,025	$800,648	$458,911	$227,882	$178,615	$87,377	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$5,002,170	$1,747,712	$0	$3,254,458	$1,501,025	$800,648	$458,911	$227,882	$178,615	$87,377	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$760,027		$760,027											
Board funded capital transactions		$188,776	$0	($188,776)	($3,460)		$0	$0	($97,939)	($87,377)	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($779,537)	$779,537											
Amortization of capital allocations		$646,959	($646,959)											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($760,027)	$760,027	$347,274		$359,279		$53,474		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			($132,578)	$132,578		$86,943		$16,689		$28,946		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$5,762,197	$1,803,910	$0	$3,958,287	$1,844,839	$887,591	$818,190	$244,571	$134,150	$28,946	$0	$0	$0	$0

School Jurisdiction Code: 4105

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$0	$4,846,991
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$0	$4,846,991
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$427,348	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$2,680	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$368,311
Expended capital allocations - current year	($231,538)	$231,538
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$646,959
Balance at August 31, 2005	$198,490	$4,799,881

1. AUTHORITY AND PURPOSE

The School District delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3.

The School District receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School District is limited on administration expenses and is permitted to reallocate funding within the Alberta Education instruction and support block areas.

2. ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Education for Alberta school jurisdictions. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

(a) Revenue recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital allocations until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the grant.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received.

2. ACCOUNTING POLICIES (Continued)

(b) Capital assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight line basis, at the following rates:

Buildings	2.5%, 4% and 10%
Equipment	10% and 20%
Site improvements	5%
Vehicles	10% and 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

(c) School generated funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

(d) Vacation Pay

Vacation Pay is accrued in the period in which the employee earns the benefit.

(e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the School District does not make pension contributions for certificated staff.

(f) Other current assets

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

2. ACCOUNTING POLICIES (Continued)

(g) Contributed services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board, to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements

(h) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and for future capital expenditures Such reserves are appropriations of accumulated surplus

(i) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting periods Actual results could differ from those estimates

3. TRUST ASSETS AND LIABILITIES

This balance represents cash that is held in trust by the jurisdiction for a scholarship trust

4. ACCOUNTS RECEIVABLE

	2005	2004
Province of Alberta	$ 950,426	$ 656,799
Federal Government	181,567	199,595
Alberta Municipalities	221,697	200,055
Other receivables	55,679	43,741
	$1,409,369	$1,100,190

LAKELAND ROMAN CATHOLIC SEPARATE SCHOOL DISTRICT NO. 150

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2005

5. ACCOUNTS PAYABLE

	2005	2004
Province of Alberta	$ 388,556	$ 450,204
Other trade payables and accrued liabilities	413,537	396,844
	$ 802,093	$ 847,048

6. DEFERRED REVENUE

	2005	2004
IMP 2004	$ 16,601	$ -
IMP 2005	100,720	-
Other Grants	125,000	43,819
1999 One Time Grant	-	219,066
	$ 242,321	$ 262,885

7. LONG TERM DEBT

The debenture debt bears interest at rates varying between 9% and 11.75%. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Treasury on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest
2006	$ 352,031	$ 241,717
2007	331,581	204,746
2008	319,812	170,093
2009	313,624	136,617
2010	313,624	103,698
Thereafter	667,364	126,749
	$2,298,036	$ 983,620

8. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended, as well as fully-supported debenture principal repayments.

9. COMMITMENTS

The School District is committed to the following minimum annual lease payments for photocopy equipment and premises pursuant to a lease expiring September, 2009 as follows:

2006	$ 136,000
2007	136,000
2008	136,000
2009	136,000
	$ 544,000

The school district is also committed to further capital expenditures for a new elementary school in Cold Lake of approximately $6,205,481. These costs will be fully funded by the capital allocations from Alberta Infrastructure.

10. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The School District's primary source of income is from the Alberta Government. The School District's ability to continue viable operations is dependent on this funding.

11. BUDGET AMOUNTS

The budget was prepared by the School District's management and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

12. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2005 presentation.

13. FINANCIAL INSTRUMENTS

The School District's financial instruments consist of cash, accounts receivable, school generated assets and liabilities, trust assets and liabilities, accounts payable and accrued liabilities and long term debt. It is management's opinion that the School District is not exposed to significant interest, currency, or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

SCHEDULE A to the AFS

School Jurisdiction Cod 4105

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$13,868,424	$12,800,818	$0	$68,285	$832,953	$166,368
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$270,376	$0	$270,376			
(3)	Regular Operations & Maintenance support	$1,898,426		$1,898,426			
(4)	Other support	$0	$0	$0			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$2,168,802	$0	$2,168,802			
(6)	**Alberta Finance**	$257,469		$257,469			$0
(7)	**Other - Government of Alberta**	$246,702	$15,000	$5,702	$0	$0	$226,000
(8)	**Federal Government and/or First Nations**	$560,370	$526,748	$0	$0	$33,622	$0
(9)	**Other Alberta school authorities**	$0	$0	$0	$0	$0	
(10)	**Out of province authorities**	$8,000	$8,000	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12)	**Instruction resource fees**	$53,616	$53,616				
(13)	**Transportation fees**	$0			$0		
(14)	**Other sales and services**	$64,318	$60,156	$303	$0	$3,859	$0
(15)	**Investment income**	$93,378	$87,614		$0	$5,764	$0
(16)	**Gifts and donations**	$14,961	$14,961	$0	$0		$0
(17)	**Rentals of facilities**	$0	$0	$0	$0	$0	$0
(18)	**Net school generated funds**	$408,125	$408,125			$0	
(19)	**Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(20)	**Amortization of capital allocations**	$646,959	$41,559	$605,400	$0		$0
(21)	**TOTAL REVENUES**	$18,391,124	$14,016,597	$3,037,676	$68,285	$876,198	$392,368
	EXPENSES						
(22)	**Certificated salaries**	$8,412,184	$8,264,369			$147,815	$0
(23)	**Certificated benefits**	$1,007,504	$997,516			$9,988	$0
(24)	**Uncertificated salaries and wages**	$2,727,090	$1,809,164	$604,269	$0	$313,657	$0
(25)	**Uncertificated benefits**	$708,067	$507,668	$145,476	$0	$54,923	$0
(26)	**SUB - TOTAL**	$12,854,845	$11,578,717	$749,745	$0	$526,383	$0
(27)	**Services, contracts & supplies**	$3,331,121	$1,542,730	$974,608	$132,532	$288,883	$392,368
(28)	**Cost recoveries & charges to programs**	$0	$0	$0	$0	$0	$0
(29)	**Net school generated funds**	$408,125	$408,125				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$646,959	$41,559	$605,400	$0	$0	$0
(31)	Unsupported	$132,578	$33,945	$91,175	$0	$7,458	$0
(32)	Total Amortization	$779,537	$75,504	$696,575	$0	$7,458	$0
	Interest on capital debt						
(33)	Supported	$257,469	$0	$257,469	$0	$0	$0
(34)	Unsupported	$0	$0	$0	$0	$0	$0
(35)	Other interest charges	$0	$0	$0	$0	$0	$0
(36)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37)	**TOTAL EXPENSES**	$17,631,097	$13,605,076	$2,678,397	$132,532	$822,724	$392,368
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$760,027	$411,521	$359,279	($64,247)	$53,474	$0

School Jurisdiction Code: 4105

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$464,383
Base Instruction (Gr 1-12)	$9,561,499
Outreach Programs	$0
Home Education	$0
Differential Cost Funding *	$2,885,359
Other Provincial Support	
Institutional Programs	$39,743
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$166,368
Learning Resources Credit	$11,777
Federal French Funding	$58,700
Provincial Priority Targeted Funding	
Class Size Initiative	$346,880
Student Health Initiative (SHI)	$0
Alberta Initiative for School Improvement (AISI)	$259,800
High Speed Networking	$25,000
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe): Microsoft License, Classroom Resources	$48,915
Total Alberta Education Revenues	$13,868,424

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 4105

SCHEDULE C the AFS
ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$1,254,206	$947,628	$418,673		$0		$2,620,507
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$63,730	$134,929	$26,928		$0		$225,587
ECS Program Unit (PUF)		$100,168	$27,415		$0		$127,583
Severe Disabilities (Gr 1-12)	$238,753	$938,281	$76,146		$0		$1,253,180
English as a Second Language	$0	$0	$0		$0		$0
French Language Program & Francisation (all jurisdictions)	$88,107	$15,805	$18,315		$0		$122,227
First Nations, Metis and Inuit Education (ECS - Gr 12)	$87,667	$13,361	$19,636		$0		$120,664
Home Education	$0	$0	$0		$0		$0
Institutional Programs	$17,011	$0	$7,345		$0		$24,356
Alberta Initiative for School Improvement	$104,599	$88,007	$85,612	$0	$0		$278,218
Student Health Initiative	$0	$0	$0		$0		$0
High Speed Networking			$25,867		$0		$25,867
Class Size	$470,781	$0	$0	$0	$0		$470,781
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$6,937,031	$78,653	$836,793	$0	$0	$483,629	$8,336,106
TOTAL EXPENSES	$9,261,885	$2,316,832	$1,542,730	$0	$0	$483,629	$13,605,076

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 1	1.0	7.0
ECS Program Unit (PUF)	0.0	4.3
Severe Disabilities (Gr 1-12)	3.0	38.1

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 4105

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	$17,631,097

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	6.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,057,866
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	1,915	
	$408,000	$1,057,866
MAXIMUM EXPENSE LIMIT		$1,057,866

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$822,724
PLUS: transfers to Restricted - Operating (Board/System Administration)	$53,474
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$876,198
MAXIMUM EXPENSE LIMIT	$1,057,866
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$181,668

School Jurisdiction Code: 4105

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$135,350
Source of Net School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$546,816	$171,721	$375,095	
Student fees (Non-Instructional) (Note 2)	$0		$0	
Donations and grants to schools	$20,201		$20,201	
Other (describe) Adjustment to opening balances	$0	$1,893	($1,893)	
Net Additions to SGF	$567,017	$173,614		$393,403
Net SGF Available for Discretionary Spending				$528,753
Application of Net School Generated Funds:				
Extra-curricular activities			$0	
School beautification			$0	
Field Trips			$0	
Equipment			$0	
Family literacy and other community resources			$0	
Other (describe) Breakdown not available this year			$408,125	
Net SGF Expended for Discretionary Purposes (Note 3)				$408,125
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$120,628

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1	Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.
Note 2	Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.
Note 3	Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.
Note 4	Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 4105

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$437,867	$102,652	$0	$0	$63,750	$604,269		$604,269
Uncertificated benefits	$110,065	$22,911	$0	$0	$12,500	$145,476		$145,476
Sub-total Remuneration	$547,932	$125,563	$0	$0	$76,250	$749,745		$749,745
Contracted Services	$210	$105,354	$0	$173,872	$3,206	$282,642		$282,642
Supplies	$43,160	$66,777	$0	$48,495	$543	$158,975		$158,975
Electricity			$251,500			$251,500		$251,500
Natural Gas/Heating Fuel			$195,605			$195,605		$195,605
Sewer and Water			$17,215			$17,215		$17,215
Telecommunications			$3,844			$3,844		$3,844
Insurance					$64,827	$64,827		$64,827
Amortization of capital assets								
Supported							$605,400	$605,400
Unsupported						$91,175		$91,175
Total Amortization						$91,175	$605,400	$696,575
Interest on capital debt								
Supported							$257,469	$257,469
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$591,302	$297,694	$468,164	$222,367	$144,826	$1,815,528	$862,869	$2,678,397
SQUARE METRES								
School Buildings								25,347.8
Non School Buildings								1,126.5
UNCERTIFICATED FTE'S (Board/Contract)	13.6	3.3						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 4105

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	M. Campeau	1.0	$7,270	$0	$0			$7,270	$5,529
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	R. Gauthier	1.0	$5,734	$0	$0			$5,734	$3,735
Name	K. Kissel	0.8	$6,766	$0	$0			$6,766	$4,063
Name	R. Kleinmann	1.0	$6,886	$0	$0			$6,886	$3,005
Name	V. Lefebvre	1.0	$11,586	$0	$0			$11,586	$7,241
Name	M. Penner	1.0	$9,162	$0	$0			$9,162	$5,763
Name	E. Rondeau	0.2	$502	$0	$0			$502	$168
Name	G. Zaplotinsky	0.8	$5,143	$0	$0			$5,143	$4,301
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*6.8*	*$53,049*	*$0*	*$0*			*$53,049*	*$33,805*
Superintendent	B. Provost	1.0	$121,500	$7,814	$0	$0	$0	$129,314	$8,566
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	D. Ewanowich	1.0	$100,413	$17,337	$0	$0	$0	$117,750	$15,288
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		126.1	$8,290,684	$999,690	$0	$0	$0	$9,290,374	
Uncertificated Salaries & Wages		97.5	$2,573,628	$690,730	$0	$0	$0	$3,264,358	
TOTALS			**$11,139,274**	**$1,715,571**	**$0**	**$0**	**$0**	**$12,854,845**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 3040

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Lethbridge School District No. 51
Legal Name of School Jurisdiction

433 15th Street South, Lethbridge AB T1J 2Z5
Mailing Address

Phone: 403-380-5303 Fax: 403-320-9117
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Lethbridge School District No. 51 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN	
Maureen Calder	"ORIGINAL SIGNED"
Name	**Signature**

SUPERINTENDENT	
Mal Clewes	"ORIGINAL SIGNED"
Name	**Signature**

SECRETARY TREASURER OR TREASURER	
Don Lussier	"ORIGINAL SIGNED"
Name	**Signature**

23-Nov-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

AUDITORS' REPORT

To the Board of Trustees
Lethbridge School District No. 51

We have audited the statement of financial position of the Lethbridge School District No. 51 as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and deferred capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2005 and the results of its operations, changes in cash flows, net assets and deferred capital allocations for the year then ended in accordance with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

'Original Signed'
BDO Dunwoody LLP

Chartered Accountants

Lethbridge, Alberta
November 4, 2005

School Jurisdiction Code: 3040

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$5,674,988	$7,490,098
Accounts receivable (net after allowances)		$2,851,591	$3,613,210
Prepaid expenses		$190,957	$196,314
Other current assets		$113,111	$89,941
Total current assets		$8,830,647	$11,389,563
School generated assets		$1,042,695	$844,123
Trust assets		$488,816	$479,238
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$1,715,118	$1,715,118
Buildings	$62,383,801		
Less: accumulated amortization	($25,016,424)	$37,367,377	$36,565,872
Equipment	$2,240,792		
Less: accumulated amortization	($887,794)	$1,352,998	$1,179,124
Vehicles	$150,070		
Less: accumulated amortization	($114,985)	$35,085	$57,175
Total capital assets		$40,470,578	$39,517,289
TOTAL ASSETS		$50,832,736	$52,230,213
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$3,675,704	$3,387,331
Deferred revenue		$1,154,298	$984,171
Deferred capital allocations		$826,583	$2,821,147
Current portion of all long term debt		$1,072,645	$1,164,085
Total current liabilities		$6,729,230	$8,356,734
School generated liabilities		$1,042,695	$844,123
Trust liabilities		$488,816	$479,238
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$7,651,017	$8,815,673
Less: Current portion of supported debt		($1,072,645)	($1,164,085)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$29,831,220	$27,939,437
Total long term liabilities		$37,941,103	$36,914,386
TOTAL LIABILITIES		$44,670,333	$45,271,120
NET ASSETS			
Unrestricted net assets		$760,647	$429,823
Operating Reserves		$1,911,174	$3,440,918
Accumulated Operating Surplus (Deficit)		$2,671,821	$3,870,741
Investment in capital assets		$2,988,346	$2,762,184
Capital Reserves		$502,236	$326,168
Total Capital Funds		$3,490,582	$3,088,352
Total net assets		$6,162,403	$6,959,093
TOTAL LIABILITIES AND NET ASSETS		$50,832,736	$52,230,213

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 3040

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$57,765,926	$56,753,826	$57,226,187
Federal Government and/or First Nations	$191,873	$238,000	$253,971
Other Alberta school authorities	$0	$0	
Out of province authorities	$0	$0	
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	
Instruction resource fees	$414,361	$377,800	$444,948
Transportation fees	$0	$0	$0
Other sales and services	$325,502	$245,066	$501,081
Investment income	$184,056	$125,000	$212,305
Gifts and donations	$0	$0	$0
Rentals of facilities	$18,701	$20,800	$22,100
Net school generated funds	$1,261,522	$407,720	$1,097,646
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$1,445,831	$1,359,924	$1,628,260
Total Revenues	$61,607,772	$59,528,136	$61,386,498
EXPENSES			
Certificated salaries	$32,427,294	$30,313,247	$30,161,006
Certificated benefits	$4,196,747	$4,330,464	$3,703,468
Uncertificated salaries and wages	$10,893,874	$10,054,925	$11,276,273
Uncertificated benefits	$2,712,198	$3,003,419	$2,698,474
Services, contracts and supplies	$8,416,869	$9,774,928	$9,232,986
Net school generated funds	$1,261,522	$407,720	$1,097,646
Capital and debt services			
Amortization of capital assets			
Supported	$1,445,831	$1,359,924	$1,628,260
Unsupported	$137,896	$111,323	$146,065
Total Amortization of capital assets	$1,583,727	$1,471,247	$1,774,325
Interest on capital debt			
Supported	$912,231	$1,165,000	$1,036,917
Unsupported	$0	$0	$0
Total Interest on capital debt	$912,231	$1,165,000	$1,036,917
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$62,404,462	$60,520,950	$60,981,095
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	($796,690)	($992,814)	$405,403
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($796,690)	($992,814)	$405,403

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 3040

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($796,690)	$405,403
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,445,831)	($1,628,260)
Total amortization expense	$1,583,727	$1,774,325
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$761,619	$1,893,935
Prepaids and other current assets	($17,813)	$94,782
Long term accounts receivable	$0	$27,006
Long term investments	$0	$0
Payables and accrued liabilities	$288,373	($2,136,800)
Deferred revenue	$170,127	($169,956)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$543,512	$260,435
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($2,185,887)	($1,360,400)
Equipment	($351,129)	($388,668)
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($2,537,016)	($1,749,068)
C. FINANCING ACTIVITIES		
Capital allocations	$178,395	$208,171
Issue of long term debt	$0	$0
Repayment of long term debt	($1,164,656)	($1,197,372)
Add back: supported portion	$1,164,655	$1,197,372
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$178,394	$208,171
Net sources (uses) of cash during year	($1,815,110)	($1,280,462)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$7,490,098	$8,770,560
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$5,674,988	$7,490,098

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.
2 Cash and temporary investments are net of cash obligations.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005
(in dollars)

School Jurisdiction 3040

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$6,959,093	$2,762,184	$429,823	$3,767,086	$2,358,255	$170,270	$515,845	$79,525	$341,330	$76,373	$225,488	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$6,959,093	$2,762,184	$429,823	$3,767,086	$2,358,255	$170,270	$515,845	$79,525	$341,330	$76,373	$225,488	$0	$0	$0
Surplus(def) of revenue over expense	($796,690)		($796,690)											
Board funded capital transactions		$364,058		($364,058)	($40,451)	($50,000)	($59,107)	$0	($149,134)	($50,000)	($15,366)	$0	$0	$0
Direct credits to net assets	$0													
Amortization of capital assets		($1,583,727)	$1,583,727											
Amortization of capital allocations		$1,445,831	($1,445,831)											
Disposal of unsupported capital assets	$0			$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers from operating reserves			$1,265,686	($1,265,686)	($1,277,614)		($271,912)		$250,781		$33,059		$0	
Net transfers to capital reserves			($276,068)	$276,068		$96,377		$165,943		$13,748		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$6,162,403	$2,988,346	$760,647	$2,413,410	$1,040,190	$216,647	$184,826	$245,468	$442,977	$40,121	$243,181	$0	$0	$0

School Jurisdiction Code: 3040

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$2,821,147	$27,939,437
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$2,821,147	$27,939,437
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$143,269	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources		
Interest earned on provincial government capital allocations	$35,126	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$1,164,655
Expended capital allocations - current year	($2,172,959)	$2,172,959
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		
Capital allocations amortized to revenue		$1,445,831
Balance at August 31, 2005	$826,583	$29,831,220

LETHBRIDGE SCHOOL DISTRICT NO. 51

NOTES TO FINANCIAL STATEMENTS
August 31, 2005

1. AUTHORITY AND PURPOSE

Lethbridge School District No. 51 delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta 2000, January 1, 2002.

Lethbridge School District No. 51 receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School District is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital contributions until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the grant.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets are recorded as direct increases in trust assets and liabilities.

b) Inventory

Inventory is recorded as the lesser of cost and net realizable value.

c) Prepaid Expenses

Certain expenditures incurred before the close of the school year are for school supplies which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses also fall into this category.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

d) Capital Assets

Capital assets are recorded at cost. Only assets with an original cost of $5,000 or over are capitalized. No amortization is taken in the year of acquisition. Amortization of the cost is calculated over estimated useful lives on a straight line basis at the following rates:

Buildings	40 years
Equipment	3 - 5 years
Vehicles	5 - 10 years

Capital allocations received for asset additions are amortized into revenue over the same period as amortization expense.

e) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

f) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

g) Contributed Services

Volunteers assist schools operated by the School District in carrying out certain activities. Because of the difficulty of determining their fair value and of the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

h) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, Lethbridge School District No. 51 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $583,346 for the Year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported a deficit of $ 1.29 billion (deficit of $1.41billion - 2003).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

i) Financial Instruments

The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

j) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of unrestricted net assets.

k) Employee Future Benefits

The jurisdiction accounted for the future cost of employee benefits commencing in the 2000/2001 school year using the retroactive approach. There is no financial impact on the jurisdiction at this time.

3. ACCOUNTS RECEIVABLE

	2005	2004
Province of Alberta	**$ 2,012,490**	$ 2,851,266
Federal Government	**255,745**	250,679
Other	**583,356**	511,265
Total Current	**$ 2,851,591**	$ 3,613,210

4 BANK INDEBTEDNESS

The jurisdiction has negotiated a line of credit in the amount of $500,000 that bears interest at the bank prime rate. This line of credit, which is secured by a borrowing resolution and a security agreement, covers all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2005.

5 ACCOUNTS PAYABLE AND LIABILITIES

	2005	2004
Province of Alberta	**$ 446,204**	$ 518,802
Federal Government	**724,971**	646,079
Other	**2,504,529**	2,222,450
Total	**$ 3,675,704**	$ 3,387,331

6 DEFERRED REVENUE

	2005	2004
Modernization and IMP funding	**789,375**	798,190
Alberta Initative for School Improvement	**159,798**	177,769
Classroom Resources Funding	**184,000**	0
Other	**21,126**	8,212
	$ 1,154,299	$ 984,171

7 LONG TERM DEBT

Debenture Debt -Supported	2005	2004
Alberta Capital Finance Authority debenture debt, at interest rates from 8% to 12%, with various due dates. Security is represented by School Buildings held by the District	**$ 7,651,017**	$ 8,815,672
Due within one year	**(1,072,645)**	(1,164,085)
	$ 6,578,372	$ 7,651,587

Principal payments required within each of the next five fiscal years are as follows:

2006	$ 1,072,645
2007	982,958
2008	910,630
2009	877,433
2010	869,433
Thereafter	2,937,918
	$ 7,651,017

8 DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose that have been received or receivable by the jurisdiction, but the related expenditure had not been made at year-end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

LETHBRIDGE SCHOOL DISTRICT NO. 51

NOTES TO FINANCIAL STATEMENTS
August 31, 2005

9 UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended, as well as fully-supported debenture principal repayments.

10 COMMITMENTS

Building Projects
The District is committed to further Capital Expenditures for the renovation of the New Education Centre of approximately $1.7 million with a total project cost of $3 million. Remaining project costs will be funded by capital allocations from Alberta Infrastructure and Transportation, Administration and Transportation unrestricted net assets and approved borrowing of $800,000.

The District is committed to further Capital Expenditures for the building of a new West Lethbridge High School, in conjuction with the West Lethbridge Multi Use Facilty project, of approximately $17 million. Funding for this project will be provided by capital allocations from Alberta Infrastructure and Transportation.

11 CONTINGENCIES

a) The School District is a member of the Urban Schools Insurance Consortium. Under the terms of membership, the District could become liable for its proportionate share of any claim losses in excess of the funds held by exchange. The District's share of the pool at year end is $258,029. (2004 - $271,764).

b) The School District is named in a legal action regarding the injury of a student. The action is currently being handled by the District's Insurance provider.

c) The School District has been named in a class action suit with other provincial organizations and the Province of Alberta related to Pension Funding. The amount of the District's share of the claim has not been determined.

12 ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

Lethbridge School District 51's primary source of income is from the Alberta Government. The District's ability to continue viable operatins is dependent on this funding.

13 BUDGET AMOUNTS

The budget was prepared by the School jurisdiction management with Board of Trustees approval given on June 1, 2004. It is presented for information purposes only and has not been audited.

SCHEDULE A to the AFS

School Jurisdiction Cod 3040

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$50,383,611	$46,839,654	$0	$1,379,885	$2,164,072	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$686,883	$0	$686,883			
(3)	Regular Operations & Maintenance support	$5,320,100		$5,320,100			
(4)	Other support	$138,172	$0	$138,172			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$6,145,155	$0	$6,145,155			
(6)	**Alberta Finance**	$912,231		$912,231			$0
(7)	**Other - Government of Alberta**	$324,929	$324,929	$0	$0	$0	$0
(8)	**Federal Government and/or First Nations**	$191,873	$184,198	$0	$0	$7,675	$0
(9)	**Other Alberta school authorities**	$0	$0	$0	$0	$0	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12)	**Instruction resource fees**	$414,361	$414,361				
(13)	**Transportation fees**	$0			$0		
(14)	**Other sales and services**	$325,502	$325,502	$0	$0	$0	$0
(15)	**Investment income**	$184,056	$154,056	$13,750	$11,250	$5,000	$0
(16)	**Gifts and donations**	$0	$0	$0	$0		$0
(17)	**Rentals of facilities**	$18,701	$7,901	$10,368	$0	$432	$0
(18)	**Net school generated funds**	$1,261,522	$1,261,522			$0	
(19)	**Gains on disposal of capital assets**	$0	$0		$0	$0	$0
(20)	**Amortization of capital allocations**	$1,445,831	$0	$1,445,831	$0		$0
(21)	**TOTAL REVENUES**	$61,607,772	$49,512,123	$8,527,335	$1,391,135	$2,177,179	$0
	EXPENSES						
(22)	**Certificated salaries**	$32,427,294	$32,024,686			$402,608	$0
(23)	**Certificated benefits**	$4,196,747	$4,148,434			$48,313	$0
(24)	**Uncertificated salaries and wages**	$10,893,874	$7,453,872	$2,445,533	$135,124	$859,345	$0
(25)	**Uncertificated benefits**	$2,712,198	$1,863,468	$613,391	$15,922	$219,417	$0
(26)	**SUB - TOTAL**	$50,230,113	$45,490,460	$3,058,924	$151,046	$1,529,683	$0
(27)	**Services, contracts & supplies**	$8,416,869	$3,446,144	$3,454,490	$1,107,030	$409,205	$0
(28)	**Cost recoveries & charges to programs**	$0	$26,238	($100,000)	$100,000	($26,238)	$0
(29)	**Net school generated funds**	$1,261,522	$1,261,522				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$1,445,831	$0	$1,445,831	$0	$0	$0
(31)	Unsupported	$137,896	$96,377	$27,771	$0	$13,748	$0
(32)	Total Amortization	$1,583,727	$96,377	$1,473,602	$0	$13,748	$0
	Interest on capital debt						
(33)	Supported	$912,231	$0	$912,231	$0	$0	$0
(34)	Unsupported	$0	$0	$0	$0	$0	$0
(35)	Other interest charges	$0	$0	$0	$0	$0	$0
(36)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37)	**TOTAL EXPENSES**	$62,404,462	$50,320,741	$8,799,247	$1,358,076	$1,926,398	$0
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	($796,690)	($808,618)	($271,912)	$33,059	$250,781	$0

School Jurisdiction Code: 3040

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$1,427,152
Base Instruction (Gr 1-12)	$36,678,764
Outreach Programs	$52,020
Home Education	$0
Differential Cost Funding *	$8,541,089
Other Provincial Support	
Institutional Programs	$438,205
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$36,042
Federal French Funding	$49,545
Provincial Priority Targeted Funding	
Class Size Initiative	$1,646,591
Student Health Initiative (SHI)	$335,770
Alberta Initiative for School Improvement (AISI)	$1,003,484
High Speed Networking	$111,949
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe) Official Languages Enhancement, Classroom Tech Research Grant	$63,000
Total Alberta Education Revenues	$50,383,611

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 3040

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$2,616,082	$3,236,839	$587,317		$0	$0	$6,440,238
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$2,065,121	$513,052	$12,824		$0		$2,590,997
ECS Program Unit (PUF)	$0	$543,108	$111,481		$0		$654,589
Severe Disabilities (Gr 1-12)	$0	$3,806,823	$61,809		$0		$3,868,632
English as a Second Language	$0	$114,711	$0		$0		$114,711
French Language Program & Francisation (all jurisdictions)	$80,978	$0	$0		$0		$80,978
First Nations, Metis and Inuit Education (ECS - Gr 12)	$0	$216,452	$9,409		$0		$225,861
Home Education	$0	$0	$0		$0		$0
Institutional Programs	$344,548	$110,851	$17,548		$0		$472,947
Alberta Initiative for School Improvement	$639,036	$289,187	$75,260	$0	$0		$1,003,483
Student Health Initiative	$162,751	$165,797	$0		$7,222		$335,770
High Speed Networking			$0		$0		$0
Class Size	$1,646,591	$0	$0	$0	$0		$1,646,591
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$28,618,013	$320,520	$2,371,941	$198,555	$19,016	$1,357,899	$32,885,944
TOTAL EXPENSES	$36,173,120	$9,317,340	$3,247,589	$198,555	$26,238	$1,357,899	$50,320,741

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	26.8	17.5
ECS Program Unit (PUF)	0.0	17.2
Severe Disabilities (Gr 1-12)	0.0	120.0

Note 1 Excludes Learning Resources

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets

School Jurisdiction Code: 3040

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	**$62,404,462**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$2,496,178
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		**$2,496,178**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,926,398
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$250,781
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$2,177,179
MAXIMUM EXPENSE LIMIT	$2,496,178
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$318,999

School Jurisdiction Code: 3040

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$844,123
Source of Net School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$1,594,245	$758,359	$835,886	
Student fees (Non-Instructional) (Note 2)	$415,534		$415,534	
Donations and grants to schools	$150,079		$150,079	
Other (describe)	$83,140	$24,535	$58,605	
Net Additions to SGF	$2,242,998	$782,894		$1,460,104
Net SGF Available for Discretionary Spending				$2,304,227
Application of Net School Generated Funds:				
Extra-curricular activities			$1,024,285	
School beautification			$11,958	
Field Trips			$113,324	
Equipment			$39,075	
Family literacy and other community resources			$19,949	
Other (describe)			$52,941	
Net SGF Expended for Discretionary Purposes (Note 3)				$1,261,532
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$1,042,695

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 3040

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$2,027,792	$256,933	$0	$0	$160,808	$2,445,533		$2,445,533
Uncertificated benefits	$511,666	$64,233	$0	$0	$37,492	$613,391		$613,391
Sub-total Remuneration	$2,539,458	$321,166	$0	$0	$198,300	$3,058,924		$3,058,924
Contracted Services	$27,243	$769,918	$0	$686,873	$42,743	$1,526,777		$1,526,777
Supplies	$137,468	$133,309	$0	$0	$2,237	$273,014		$273,014
Electricity			$882,574			$882,574		$882,574
Natural Gas/Heating Fuel			$474,671			$474,671		$474,671
Sewer and Water			$132,800			$132,800		$132,800
Telecommunications			$29,385			$29,385		$29,385
Insurance					$135,269	$135,269		$135,269
Amortization of capital assets								
Supported							$1,445,831	$1,445,831
Unsupported						$27,771		$27,771
Total Amortization						$27,771	$1,445,831	$1,473,602
Interest on capital debt								
Supported							$912,231	$912,231
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						($100,000)		($100,000)
TOTAL EXPENSES	$2,704,169	$1,224,393	$1,519,430	$686,873	$378,549	$6,441,185	$2,358,062	$8,799,247
SQUARE METRES								
School Buildings								100,976.6
Non School Buildings								3,247.4
UNCERTIFICATED FTE'S (Board/Contract)	48.8	9.1						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 3040

SCHEDULE G to the AFS

DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005

(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Maureen Calder	1.0	$12,880	$385	$0			$13,265	$2,344
Name				$0	$0			$0	$0
Other Board Members:									
Name	Mitch Forster	0.2	$1,298	$87	$0			$1,385	$0
Name	Dianne King	0.2	$1,818	$36	$0			$1,854	$1,968
Name	Gary Bartlett	0.2	$2,250	$22	$0			$2,272	$0
Name	Rodney Fong	0.2	$1,298	$26	$0			$1,324	$0
Name	Terrence Morris	0.8	$8,329	$96	$0			$8,425	$1,156
Name	Patricia Aitchison	1.0	$10,472	$278	$0			$10,750	$616
Name	Lea Switzer	0.8	$10,734	$326	$0			$11,060	$3,755
Name	Keith Fowler	0.8	$8,524	$239	$0			$8,763	$1,830
Name	Tyler Demers	0.8	$8,849	$249	$0			$9,098	$1,224
Name	Brian Carlson	0.8	$9,369	$271	$0			$9,640	$4,019
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*6.8*	*$75,821*	*$2,015*	*$0*			*$77,836*	*$16,912*
Superintendent	Mal Clewes	1.0	$137,171	$18,133	$4,500	$0	$0	$159,804	$7,074
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Don Lussier	1.0	$116,835	$26,239	$4,500	$0	$0	$147,574	$4,210
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		466.0	$32,290,123	$4,139,221	$34,893	$0	$0	$36,464,237	
Uncertificated Salaries & Wages		344.9	$10,701,218	$2,629,332	$50,112	$0	$0	$13,380,662	
TOTALS			**$43,321,168**	**$6,814,940**	**$84,005**	**$0**	**$0**	**$50,230,113**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code 0047

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Living Waters Catholic Regional Division No. 42

Legal Name of School Jurisdiction

Box 1949 Whitecourt, Alberta T7S 1P6

Mailing Address

Telephone (780) 778-5666 FAX (780) 778-2727

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Living Waters Catholic Regional Division No. 42
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Camile Joly	"ORIGINAL SIGNED"
Name	**Signature**

SUPERINTENDENT

Carol Lemay	"ORIGINAL SIGNED"
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Nieta World	"ORIGINAL SIGNED"
Name	**Signature**

31-Oct-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

Ferguson Horne

CHARTERED ACCOUNTANTS

* KENNETH R. FERGUSON, B.COMM., C.A.
* GEORGE A. HORNE, B.COMM., C.A.

4920 - 51 Ave.,
Box 569,
Whitecourt, Alberta
T7S 1N6
Telephone: (780) 778-3981
Fax: (780) 778-6226

AUDITORS' REPORT

To the Board of Trustees of
Living Waters Catholic Regional Division No. 42

We have audited the statement of financial position of the Living Waters Catholic Regional Division No. 42 as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and deferred capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2005 and the results of its operations, changes in cash flows, net assets and deferred capital allocations for the year then ended in accordance with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Ferguson Horne
CHARTERED ACCOUNTANTS

Whitecourt, Alberta
October 18, 2005

* Denotes Professional Corporation

School Jurisdiction Code: 0047

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$1,975,393	$6,519,707
Accounts receivable (net after allowances)		$1,706,464	$1,082,188
Prepaid expenses		$28,556	$143,613
Other current assets		$144	$144
Total current assets		$3,710,557	$7,745,653
School generated assets		$325,687	$349,241
Trust assets		$96,068	$45,325
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$809,218	$809,218
Buildings	$41,429,539		
Less: accumulated amortization	($17,758,623)	$23,670,916	$19,440,543
Equipment	$3,351,925		
Less: accumulated amortization	($3,175,993)	$175,932	$179,008
Vehicles	$12,305		
Less: accumulated amortization	($4,922)	$7,383	$9,844
Total capital assets		$24,663,449	$20,438,613
TOTAL ASSETS		$28,795,761	$28,578,832
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,038,321	$2,424,857
Deferred revenue		$451,312	$643,193
Deferred capital allocations		$174,003	$2,629,646
Current portion of all long term debt		$606,517	$619,730
Total current liabilities		$2,270,153	$6,317,426
School generated liabilities		$325,687	$349,241
Trust liabilities		$96,068	$45,325
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$4,153,625	$4,776,044
Less: Current portion of supported debt		($606,517)	($619,730)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$18,461,643	$13,608,852
Total long term liabilities		$22,430,506	$18,159,733
TOTAL LIABILITIES		$24,700,659	$24,477,159
NET ASSETS			
Unrestricted net assets		$299,728	$322,877
Operating Reserves		$1,616,603	$1,594,487
Accumulated Operating Surplus (Deficit)		$1,916,331	$1,917,364
Investment in capital assets		$2,048,181	$2,053,719
Capital Reserves		$130,590	$130,590
Total Capital Funds		$2,178,771	$2,184,309
Total net assets		$4,095,102	$4,101,673
TOTAL LIABILITIES AND NET ASSETS		$28,795,761	$28,578,832

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements

School Jurisdiction Code: 0047

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$18,282,029	$16,540,325	$16,694,205
Federal Government and/or First Nations	$2,130	$0	$20,539
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$30,968	$15,000	$30,182
Transportation fees	$17,300	$5,000	$7,645
Other sales and services	$2,469	$0	$15,994
Investment income	$80,113	$50,000	$89,066
Gifts and donations	$0	$0	$0
Rentals of facilities	$0	$0	$75
Net school generated funds	$502,950	$300,000	$431,500
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$1,271,970	$1,110,226	$1,108,385
Total Revenues	$20,189,929	$18,020,551	$18,397,589
EXPENSES			
Certificated salaries	$9,425,026	$8,138,743	$8,590,149
Certificated benefits	$1,069,242	$1,161,349	$1,020,996
Uncertificated salaries and wages	$2,879,149	$2,482,542	$2,731,775
Uncertificated benefits	$590,573	$521,334	$554,240
Services, contracts and supplies	$3,923,550	$3,701,843	$3,611,691
Net school generated funds	$502,950	$300,000	$431,500
Capital and debt services			
Amortization of capital assets			
Supported	$1,271,970	$1,110,226	$1,108,385
Unsupported	$49,033	$43,849	$44,356
Total Amortization of capital assets	$1,321,003	$1,154,075	$1,152,741
Interest on capital debt			
Supported	$485,007	$560,665	$553,803
Unsupported	$0	$0	$0
Total Interest on capital debt	$485,007	$560,665	$553,803
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$20,196,500	$18,020,551	$18,646,895
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	($6,571)	$0	($249,306)
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($6,571)	$0	($249,306)

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 0047

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($6,571)	($249,306)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,271,970)	($1,108,385)
Total amortization expense	$1,321,003	$1,152,741
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($624,276)	($379,907)
Prepaids and other current assets	$115,057	($60,505)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($1,386,536)	$1,403,142
Deferred revenue	($191,881)	($130,481)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($2,045,174)	$627,299
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($5,502,343)	($3,856,439)
Equipment	($43,496)	($86,724)
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($5,545,839)	($3,943,163)
C. FINANCING ACTIVITIES		
Capital allocations	$3,046,699	$4,055,983
Issue of long term debt	$0	$0
Repayment of long term debt	($622,419)	($660,562)
Add back: supported portion	$622,419	$660,563
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$3,046,699	$4,055,984
Net sources (uses) of cash during year	($4,544,315)	$740,120
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$6,519,707	$5,779,587
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$1,975,393	$6,519,707

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.
2 Cash and temporary investments are net of cash obligations.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005
(in dollars)

School Jurisdiction 0047

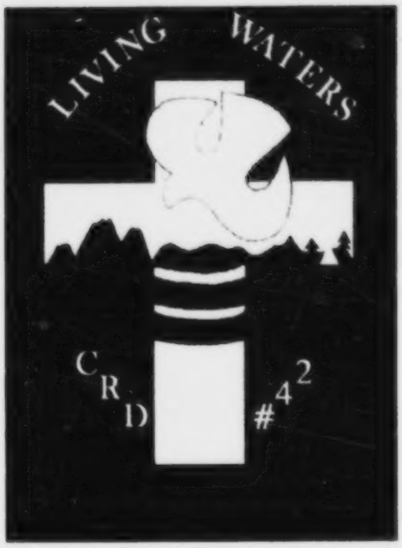
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$4,101,673	$2,053,719	$322,877	$1,725,077	$863,046	$0	$543,638	$0	$183,391	$130,590	$4,412	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$4,101,673	$2,053,719	$322,877	$1,725,077	$863,046	$0	$543,638	$0	$183,391	$130,590	$4,412	$0	$0	$0
Surplus(def) of revenue over expense	($6,571)		($6,571)											
Board funded capital transactions		$43,495	($43,495)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($1,321,003)	$1,321,003											
Amortization of capital allocations		$1,271,970	($1,271,970)											
Disposal of unsupported capital asset	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($190,625)	$190,625	$164,140		$0		$4,994		$21,491		$0	
Net transfers from operating reserves			$168,509	($168,509)	$0		($168,509)		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$4,095,102	$2,048,181	$299,728	$1,747,193	$1,027,186	$0	$375,129	$0	$188,385	$130,590	$25,903	$0	$0	$0

School Jurisdiction Code: 0047

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$2,629,646	$13,608,852
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$2,629,646	$13,608,852
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$3,019,488	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$27,211	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$622,419
Expended capital allocations - current year	($5,502,342)	$5,502,342
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$1,271,970
Balance at August 31, 2005	$174,003	$18,461,643



NOTES TO FINANCIAL STATEMENTS

Living Waters Catholic Regional Division #42

August 31, 2005

AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the *School Act*, Chapter S-3, Statutes of Alberta, January 1, 2002.

The jurisdiction receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

b) Capital Assets

Capital Assets are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Building (masonry construction)	25 years
Building (frame construction)	40 years
Vehicles	5 years
Equipment	5 years

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

d) Pensions

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Living Waters Catholic Regional Division No. 42 does not make pension contributions for certificated staff.

e) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

f) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

g) Financial Instruments

The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 44 of the *School Act* and Section 5 of the Trustees Act.

h) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

i) Employee Future Benefits

The jurisdiction accounted for the future cost of employee benefits commencing in the 2000-2001 school year using the retroactive approach. There is no financial impact on the jurisdiction at this time.

2. ACCOUNTS RECEIVABLES

	2005	2004
Province of Alberta	$1,133,989	$448.690
Federal Government	206,703	235,705
Alberta Municipalities	285,388	285,244
Other Alberta school jurisdictions	0	0
Other	80,384	112,549
Total	$1,706,464	$1,082,188

3. INTERNALLY RESTRICTED NET ASSETS

Net assets may be restricted by authorization of the Board of Trustees for future capital expenditures and future operating expenditures. The amounts are established and expended in accordance with terms and conditions established by the board.

Operating Reserves	2004	Appropriated	Used	2005
School	863,046.00	164,140.00	-	1,027,186.00
Operations & Maintainance	543,638.00	-	168,509.00	375,129.00
Board & System Admin.	183,391.00	4,994.00	-	188,385.00
Transportation	4,412.00	21,491.00	-	25,903.00
External Services	-	-	-	-
Total	1,594,487.00	190,625.00	168,509.00	1,616,603.00

Capital Reserves	2004	Appropriated	Used	2005
Land-Supported	-	-	-	-
Land-Unsupported	-	-	-	-
Building-Supported	-	-	-	-
Building-Unsupported	-	-	-	-
Equipment	130,590.00	-	-	130,590.00
Vehicles	-	-	-	-
Total	130,590.00	$0	-	$130,590.00

4. CAPITAL ASSETS

Asset	Cost	Accumulated Amortization	Net Book Value	
			2005	2004
Land	$ 809,218	$ -	$ 809,218	$ 809,218
Buildings	41,429,539	(17,758,623)	23,670,916	19,440,543
Vehicles	12,305	(4,922)	7,383	9,844
Equipment	3,351,925	(3,175,993)	175,932	179,008
Total	$ 45,602,987	$(20,939,538)	$ 24,663,449	$ 20,438,614

5. ACCOUNTS PAYABLE AND LIABILITIES

	2005	2004
Province of Alberta	$284,520	$ 288,077
Federal Government	-	-
Alberta Municipalities	247,587	247,587
Other Alberta School Jurisdictions	-	-
Other Trade Payables and Accrued Liabilities	506,214	1,889,193
Total	$1,038,321	$ 2,424,857

6. DEFERRED REVENUE

	2005	2004
Technology Integration Funding	$42,670	$ 89,881
Block Modernization	22,845	22,845
IMP/BQRP	255,957	57,544
Classroom Resource Grant	41,494	0
Class Size Funding	61,088	-
Plant Operations & Maintenance	-	394,633
Other	27,258	78,290
Total	$451,312	$ 643,193

7. ALLOCATIONS FROM PROVINCE OF ALBERTA (Related Third Party Transactions)

	2005 Actual	2005 Budget	2004 Actual
Alberta Learning	$16,095,809	$14,434,328	$ 14,189,314
Alberta Infrastructure	1,698,657	1,545,332	1,928,290
Alberta Finance	485,007	560,665	545,815
Other Government of Alberta	2,557	-	30,786
Total	$18,282,030	$16,540,325	$ 16,694,205

8. OTHER INCOME

	2005 Actual	2005 Budget	2004 Actual
Transportation Fees	$17,300	$5,000	$ 7,645
Other Sales & Services	2,469	-	15,994
Investment Income	80,113	50,000	89,066
Rental of Facilities	-	-	75
Gifts & Donations	-	-	-
Total	$99,882	$55,000	$ 112,780

9. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the jurisdiction for following areas:

	2005	2004
Deferred Salary Leave Plan	$96,068	$ 37,693
Scholarship Trusts	-	7,632
Total	$96,068	$ 45,325

10. LONG TERM DEBT

a) Debenture Debt – Supported

The debenture debt bears interest at rates varying between 6% and 12%. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Finance on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2005-2006	606,517	419,458	1,025,975
2006-2007	606,517	354,391	960,908
2007-2008	533,517	289,143	822,660
2008-2009	396,108	232,746	628,854
2009 to maturity	2,010,965	864,151	2,875,115
Total	$4,153,624	$2,159,889	$6,313,512

b) Operating Leases – Unsupported

The following is a schedule of the future minimum lease payments including G.S.T. under an operating lease expiring August, 2007 with Toshiba Business Solutions.

For the lease period ending August 31st, 2006	21,259
For the lease period ending August 31st, 2007	21,259
Less: Refundable portion of G.S.T.	(1,891)
	$ 40,627

11. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the jurisdiction have been capitalized. These allocations are amortized on a basis consistent with the capital asset that the allocation funded. Details of the changes in the deferred capital allocations account are as follows:

	2005	2004
Balance, Beginning of Year	$ 2,629,646	$ 2,430,103
Allocations received & Receivable During the Year	3,046,698	4,055,983
Transfers to Unamortized Capital Allocations (note 12)	(5,502,342)	(3,856,439)
Balance, End of Year	$174,002	$2,629,646

12. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations (UCA) represents the jurisdiction's net investment in capital assets (other than land and equipment) purchased prior to September 1,1995. The total debenture payments increase the balance in the UCA account, with the amortization expense on related assets acting as a deduction to the account. Transfers from the deferred capital allocation account also increase the balance in the UCA account. Details of the changes to the account are as follows:

	2005	2004
Balance, Beginning of Year	$ 13,608,852	$ 10,200,235
Transferred in Capital Assets	-	-
Additions: supported debenture Principal Repayments	622,419	660,563
Transfer from Deferred Capital Allocations (note 11)	5,502,342	3,856,439
Deductions: capital allocation revenue	(1,271,970)	(1,108,385)
Balance, End of Year	$18,461,644	$ 13,608,852

13. SCHOOL GENERATED FUNDS

	2005	2004
Balance, Beginning of Year	$ 349,241	$ 284,036
SGF for the Year	759,614	670,713
Less: Cost of generating funds	(335,450)	(221,282)
Donations Received	55,232	47,274
Net SGF Available for the Year	828,637	780,741
Less: Net SGF Expended for the Year	(502,950)	(431,500)
Balance, End of Year	$ 325,687	$ 349,241

14. CONTINGENCIES

Contingent Asset

The jurisdiction is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

15. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

16. COMPARATIVE FIGURES

The Budget 2005 and Actual 2004 comparative figures have been reclassified where necessary to conform to Actual 2005 presentation.

17. SUBSEQUENT EVENTS

As per Ministerial Order, effective September 1, 2005 the Hinton Ward will withdraw from Living Waters Catholic Regional Division No. 42 and become part of Evergreen Catholic Regional Division No. 2.

SCHEDULE A to the AFS

School Jurisdiction Cod 0047

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$16,095,809	$14,172,537	$674,449	$293,431	$955,392	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$68,174	$0	$68,174			
(3)	Regular Operations & Maintenance support	$1,368,336		$1,368,336			
(4)	Other support	$262,146	$0	$262,146			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$1,698,656	$0	$1,698,656			
(6)	**Alberta Finance**	$485,007		$485,007			$0
(7)	**Other - Government of Alberta**	$2,557	$0	$1,404	$0	$1,153	$0
(8)	**Federal Government and/or First Nations**	$2,130	$0	$0	$0	$2,130	$0
(9)	**Other Alberta school authorities**	$0	$0	$0	$0	$0	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12)	**Instruction resource fees**	$30,968	$30,968				
(13)	**Transportation fees**	$17,300			$17,300		
(14)	**Other sales and services**	$2,469	$2,298	$0	$0	$171	$0
(15)	**Investment income**	$80,113	$0	$0	$80,113	$0	$0
(16)	**Gifts and donations**	$0	$0	$0	$0		$0
(17)	**Rentals of facilities**	$0	$0	$0	$0	$0	$0
(18)	**Net school generated funds**	$502,950	$502,950			$0	
(19)	**Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(20)	**Amortization of capital allocations**	$1,271,970	$0	$1,271,970	$0		$0
(21)	**TOTAL REVENUES**	$20,189,929	$14,708,753	$4,131,486	$390,844	$958,846	$0
	EXPENSES						
(22)	**Certificated salaries**	$9,425,026	$9,304,860			$120,166	$0
(23)	**Certificated benefits**	$1,069,242	$1,059,198			$10,044	$0
(24)	**Uncertificated salaries and wages**	$2,879,149	$1,889,182	$669,423	$0	$320,544	$0
(25)	**Uncertificated benefits**	$590,573	$404,447	$127,745	$0	$58,381	$0
(26)	**SUB - TOTAL**	$13,963,990	$12,657,687	$797,168	$0	$509,135	$0
(27)	**Services, contracts & supplies**	$3,923,550	$1,412,661	$1,732,742	$369,353	$408,794	$0
(28)	**Cost recoveries & charges to programs**	$0	$0	$0	$0	$0	$0
(29)	**Net school generated funds**	$502,950	$502,950				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$1,271,970	$0	$1,271,970	$0	$0	$0
(31)	Unsupported	$49,033	$0	$13,110	$0	$35,923	$0
(32)	Total Amortization	$1,321,003	$0	$1,285,080	$0	$35,923	$0
	Interest on capital debt						
(33)	Supported	$485,007	$0	$485,007	$0	$0	$0
(34)	Unsupported	$0	$0	$0	$0	$0	$0
(35)	Other interest charges	$0	$0	$0	$0	$0	$0
(36)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37)	**TOTAL EXPENSES**	$20,196,500	$14,573,298	$4,299,997	$369,353	$953,852	$0
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	($6,571)	$135,455	($168,511)	$21,491	$4,994	$0

School Jurisdiction Code: 0047

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$820,591
Base Instruction (Gr 1-12)	$10,631,285
Outreach Programs	$52,020
Home Education	$5,622
Differential Cost Funding *	$3,183,488
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$24,975
Federal French Funding	$23,504
Provincial Priority Targeted Funding	
Class Size Initiative	$271,494
Student Health Initiative (SHI)	$7,046
Alberta Initiative for School Improvement (AISI)	$276,320
High Speed Networking	$4,884
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe) 5/12 O & M Funding, Tech Grant, Video Conf, MS Rebate, Classroom Resource	$794,580
Total Alberta Education Revenues	$16,095,809

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 0047

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$1,016,971	$424,864	$201,222		$0	$0	$1,643,057
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$637,670	$283,880	$57,313		$0		$978,863
ECS Program Unit (PUF)	$25,274	$148,128	$65,538		$0		$238,940
Severe Disabilities (Gr 1-12)	$799,643	$689,390	$57,269		$0		$1,546,302
English as a Second Language	$68,920	$27,082	$0		$0		$96,002
French Language Program & Francisation (all jurisdictions)	$294,230	$0	$6,036		$0		$300,266
First Nations, Metis and Inuit Education (ECS - Gr 12)	$102,494	$156,062	$21,629		$0		$280,185
Home Education	$0	$0	$0		$0		$0
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$236,854	$34,888	$18,945	$0	$0		$290,687
Student Health Initiative	$0	$0	$680		$0		$680
High Speed Networking			$0		$0		$0
Class Size	$271,494	$0	$0	$0	$0		$271,494
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$6,910,508	$529,335	$847,358	$136,671	$0	$502,950	$8,926,822
TOTAL EXPENSES	$10,364,058	$2,293,629	$1,275,990	$136,671	$0	$502,950	$14,573,298

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	9.4	11.6
ECS Program Unit (PUF)	0.1	27.2
Severe Disabilities (Gr 1-12)	12.3	5.7

Note 1 Excludes Learning Resources

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets

School Jurisdiction Code: 0047

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES		**$20,196,500**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**5.92%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,194,926
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	2,167	
	$339,864	$1,194,926
MAXIMUM EXPENSE LIMIT		**$1,194,926**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$953,852
PLUS: transfers to Restricted - Operating (Board/System Administration)	$4,994
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$958,846
MAXIMUM EXPENSE LIMIT	$1,194,926
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$236,080

School Jurisdiction Code: 0047

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$349,241
Source of Net School Generated Funds:				
Fundraising activities	$320,049	$230,502	$89,547	
Student fees (Non-Instructional) (Note 2)	$162,339		$162,339	
Donations and grants to schools	$55,232		$55,232	
Other (describe): bank interest, general revenue	$277,226	$104,948	$172,278	
Net Additions to SGF	$814,846	$335,450		$479,396
Net SGF Available for Discretionary Spending				$828,637
Application of Net School Generated Funds:				
Extra-curricular activities			$70,136	
School beautification			$0	
Field Trips			$8,801	
Equipment			$3,079	
Family literacy and other community resources			$0	
Other (describe): school fees, general expenses, scholarships			$420,934	
Net SGF Expended for Discretionary Purposes (Note 3)				$502,950
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$325,687

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 0047

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$457,000	$148,338	$0	$0	$64,085	$669,423		$669,423
Uncertificated benefits	$84,199	$30,409	$0	$0	$13,137	$127,745		$127,745
Sub-total Remuneration	$541,199	$178,747	$0	$0	$77,222	$797,168		$797,168
Contracted Services	$24,360	$295,429	$432,649	$123,735	$283,279	$1,159,452		$1,159,452
Supplies	$100,496	$173,846	$11,415	$178,215	$65,107	$529,079		$529,079
Electricity			$0			$0		$0
Natural Gas/Heating Fuel			$0			$0		$0
Sewer and Water			$0			$0		$0
Telecommunications			$0			$0		$0
Insurance					$44,211	$44,211		$44,211
Amortization of capital assets								
Supported							$1,271,970	$1,271,970
Unsupported						$13,110		$13,110
Total Amortization						$13,110	$1,271,970	$1,285,080
Interest on capital debt								
Supported							$485,007	$485,007
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$666,055	$648,022	$444,064	$301,950	$469,819	$2,543,020	$1,756,977	$4,299,997
SQUARE METRES								
School Buildings								27,448.5
Non School Buildings								298.0
UNCERTIFICATED FTE'S (Board/Contract)	13.5	2.5						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modemization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 0047

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Camile Joly	1.0	$13,088	$512	$0			$13,600	$9,250
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Paul Chauvet	1.0	$8,517	$313	$0			$8,830	$2,855
Name	Gemma Christie	1.0	$9,919	$361	$0			$10,280	$5,496
Name	Kathleen Herndon	1.0	$5,670	$69	$0			$5,739	$2,201
Name	Carey Kostyk	1.0	$4,320	$122	$0			$4,442	$3,505
Name	Jane Macridis	1.0	$11,897	$380	$0			$12,277	$7,652
Name	Ron McKay	1.0	$12,047	$472	$0			$12,519	$6,432
Name	Peggy Robinson	1.0	$9,520	$285	$0			$9,805	$5,666
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*8.0*	*$74,978*	*$2,514*	*$0*			*$77,492*	*$43,057*
Superintendent	Carol Lemay	1.0	$120,166	$10,012	$0	$0	$0	$130,178	$24,961
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Nieta World	1.0	$93,740	$17,156	$0	$0	$0	$110,896	$11,467
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		140.5	$9,304,860	$1,059,626	$0	$0	$0	$10,364,486	
Uncertificated Salaries & Wages		94.5	$2,710,433	$570,508	$0	$0	$0	$3,280,941	
TOTALS			**$12,304,177**	**$1,659,816**	**$0**	**$0**	**$0**	**$13,963,993**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 1135

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

LIVINGSTONE RANGE SCHOOL DIVISION NO. 68
Legal Name of School Jurisdiction

P.O. Box 69, Claresholm, Alberta T0L 0T0
Mailing Address

(403) 625-3356 (phone) (403) 625-2424 (fax)
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules LIVINGSTONE RANGE SCHOOL DIVISION NO. 68 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Ken Murray — "ORIGINAL SIGNED"
Name — Signature

SUPERINTENDENT

Dr. David Rideout — "ORIGINAL SIGNED"
Name — Signature

SECRETARY TREASURER OR TREASURER

Don Olsen — "ORIGINAL SIGNED"
Name — Signature

23-Nov-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

AUDITORS' REPORT

To the Board of Trustees of the
Livingstone Range School Division No. 68

We have audited the statement of financial position of the Livingstone Range School Division No. 68 as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2005 and the results of its operations and changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Young Parkyn McNab LLP

Lethbridge, Alberta

November 1, 2005

Chartered Accountants

School Jurisdiction Code: 1135

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

			2005	2004
ASSETS				
Current assets				
	Cash and temporary investments		$4,581,476	$3,070,284
	Accounts receivable (net after allowances)		$2,148,022	$3,269,413
	Prepaid expenses		$36,783	$102,270
	Other current assets		$196,313	$152,227
	Total current assets		$6,962,594	$6,594,194
School generated assets			$832,524	$741,980
Trust assets			$40,670	$144,002
Long term accounts receivable			$0	$0
Long term investments			$0	$0
Capital assets				
	Land		$1,158,361	$1,158,361
	Buildings	$50,735,601		
	Less: accumulated amortization	($22,986,043)	$27,749,558	$29,407,893
	Equipment	$946,685		
	Less: accumulated amortization	($422,843)	$523,842	$474,498
	Vehicles	$4,097,692		
	Less: accumulated amortization	($2,327,365)	$1,770,327	$1,789,270
	Total capital assets		$31,202,088	$32,830,022
	TOTAL ASSETS		$39,037,876	$40,310,198
LIABILITIES				
Current liabilities				
	Bank indebtedness		$0	$0
	Accounts payable and accrued liabilities		$800,875	$1,362,046
	Deferred revenue		$3,065,140	$2,233,547
	Deferred capital allocations		$811,356	$969,848
	Current portion of all long term debt		$439,246	$459,812
	Total current liabilities		$5,116,617	$5,025,253
School generated liabilities			$832,524	$741,980
Trust liabilities			$40,670	$144,002
Employee future benefits liability			$0	$0
Long term payables and accrued liabilities			$0	$0
Long term debt				
Supported:	Debentures and other supported debt		$2,729,684	$3,189,497
	Less: Current portion of supported debt		($439,246)	($459,812)
Unsupported:	Debentures and Capital Loans		$0	$0
	Capital Leases		$0	$0
	Mortgages		$0	$0
	Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations			$23,572,867	$24,644,284
	Total long term liabilities		$26,736,499	$28,259,951
	TOTAL LIABILITIES		$31,853,116	$33,285,204
NET ASSETS				
Unrestricted net assets			$966,922	$956,891
Operating Reserves			$1,306,638	$1,060,201
	Accumulated Operating Surplus (Deficit)		$2,273,560	$2,017,092
Investment in capital assets			$4,899,538	$4,996,240
Capital Reserves			$11,662	$11,662
	Total Capital Funds		$4,911,200	$5,007,902
	Total net assets		$7,184,760	$7,024,994
	TOTAL LIABILITIES AND NET ASSETS		$39,037,876	$40,310,198

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 1135

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$34,203,283	$32,289,261	$32,238,986
Federal Government and/or First Nations	$2,116,165	$2,137,500	$2,160,501
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$191,549	$188,700	$185,618
Transportation fees	$0	$0	$0
Other sales and services	$763,503	$584,025	$774,882
Investment income	$27,642	$35,000	$20,268
Gifts and donations	$0	$25,000	$25,000
Rentals of facilities	$55,794	$41,740	$52,636
Net school generated funds	$1,264,217	$750,000	$921,712
Gains on disposal of capital assets	$36,946	$0	$68,024
Amortization of capital allocations	$1,694,388	$1,800,000	$1,702,216
Total Revenues	$40,353,487	$37,851,226	$38,149,843
EXPENSES			
Certificated salaries	$18,828,974	$17,868,575	$17,338,911
Certificated benefits	$2,150,851	$2,065,523	$1,994,448
Uncertificated salaries and wages	$6,926,448	$6,413,393	$6,601,999
Uncertificated benefits	$1,406,375	$1,335,141	$1,274,221
Services, contracts and supplies	$7,021,788	$7,059,621	$6,956,808
Net school generated funds	$1,264,217	$750,000	$921,712
Capital and debt services			
Amortization of capital assets			
Supported	$1,694,388	$1,800,000	$1,702,216
Unsupported	$566,980	$314,590	$454,130
Total Amortization of capital assets	$2,261,368	$2,114,590	$2,156,346
Interest on capital debt			
Supported	$323,652	$323,652	$376,908
Unsupported	$0	$0	$0
Total Interest on capital debt	$323,652	$323,652	$376,908
Other interest charges	$1,807	$2,500	$1,905
Losses on disposal of capital assets	$8,241	$0	$52,871
Total Expenses	$40,193,721	$37,932,995	$37,676,129
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$159,766	($81,769)	$473,714
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$159,766	($81,769)	$473,714

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 1135

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$159,766	$473,714
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,694,388)	($1,702,216)
Total amortization expense	$2,261,368	$2,156,346
Gains on disposal of capital assets	($36,946)	($68,024)
Losses on sale of capital assets	$8,241	$52,871
Changes in accrued accounts:		
Accounts receivable	$1,121,391	$792,494
Prepaids and other current assets	$21,401	$510
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($561,171)	($1,557,155)
Deferred revenue	$831,593	$157,872
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$2,111,255	$306,412
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($163,157)	($2,307,756)
Equipment	($211,306)	($194,745)
Vehicles	($285,042)	($358,204)
Net proceeds from disposal of capital assets	$54,776	$143,579
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($604,729)	($2,717,126)
C. FINANCING ACTIVITIES		
Capital allocations	$4,666	$10,972
Issue of long term debt	$0	$0
Repayment of long term debt	($459,813)	($519,113)
Add back: supported portion	$459,813	$519,113
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$4,666	$10,972
Net sources (uses) of cash during year	$1,511,192	($2,399,742)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$3,070,284	$5,470,026
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$4,581,476	$3,070,284

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.

2 Cash and temporary investments are net of cash obligations.

School Jurisdiction 1135

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$7,024,994	$4,996,240	$956,891	$1,071,863	$395,824	$11,662	$54,377	$0	$210,000	$0	$400,000	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$7,024,994	$4,996,240	$956,891	$1,071,863	$395,824	$11,662	$54,377	$0	$210,000	$0	$400,000	$0	$0	$0
Surplus(def) of revenue over expenses	$159,766		$159,766											
Board funded capital transactions		$496,348	($441,572)	($54,776)	$0	($49,076)	$0	$0	$0	$0	$0	($5,700)	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($2,261,368)	$2,261,368											
Amortization of capital allocations		$1,694,388	($1,694,388)											
Disposal of unsupported capital assets	$0	($26,070)	($28,706)	$54,776		$49,076		$0		$0		$5,700		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($603,356)	$603,356	$603,356		$0		$0		$0		$0	
Net transfers from operating reserves			$356,919	($356,919)	($302,542)		($54,377)		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$7,184,760	$4,899,538	$966,922	$1,318,300	$696,638	$11,662	$0	$0	$210,000	$0	$400,000	$0	$0	$0

School Jurisdiction Code: 1135

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$969,848	$24,644,284
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$969,848	$24,644,284
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$4,666	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$459,813
Expended capital allocations - current year	($163,158)	$163,158
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$1,694,388
Balance at August 31, 2005	$811,356	$23,572,867

LIVINGSTONE RANGE SCHOOL DIVISION NO. 68
NOTES TO FINANCIAL STATEMENTS
For the Year Ended August 31, 2005

1. Authority and purpose

The School Division delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S - 3.

The jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration expenses.

2. Summary of significant accounting policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles with the significant policies being as follows:

Revenue recognition
Revenue is recognized as follows:

Instruction and support allocation are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital contributions until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital assets acquired by the grant.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds which are to be retained as net assets are recorded as direct increases in trust assets and liabilities.

Temporary investments
Temporary investments are valued at cost. Accrued interest on these investments is recorded as it is earned.

Inventories
Inventories are recorded at the lesser of cost and net realizable value. Cost is determined on the basis of most recent invoice cost.

Capital assets
Capital assets are recorded at cost and amortized over their estimated useful lives on a straight-line basis at the following rates:

Buildings	2.5 to 10%
Equipment and furnishings	10% and 20%
Vehicles and buses	10% and 20%

There is no amortization charged in the year of acquisition.

2. Summary of significant accounting policies (continued)

Capital assets (continued)
Only capital assets with costs in excess of $5,000 are capitalized.

School generated funds
These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (eg. yearbook sales, graduation fees, field trip fees, etc.).

Vacation pay
Vacation pay is accrued in the period in which the employee earns the benefit.

Contributed services
Volunteers assist schools operated by the School Division in carrying out certain activities. Because of the difficulty of determining their fair value and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

Pension obligation
Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the School Division does not make pension contributions for certificated staff.

The School Board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $277,885 for the year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1,288,924,000 (2003 deficiency of $1,453,487,000).

Measurement uncertainty
The financial statements by their nature, contain estimates and are subject to measurement uncertainty. Accounts receivable are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided based on management's best information available at the time. The amounts recorded for amortization of capital assets are based on estimates of the useful life of the related assets. Pension plan expenses are based on actuarial valuations extrapolated to the reporting date. The effect on the financial statements of changes in such estimates in future periods could be significant.

Financial instruments
The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

2. Summary of significant accounting policies (continued)

Operating and capital reserves
Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

Employee future benefits
The jurisdiction accrues its obligations under employee future benefit plans and expenses the related costs.

3. Temporary investments

Temporary investments consist of redeemable term investments with the Bank of Montreal in the amount of $2,319,197 (2004 - $1,981,218), bear interest at rates ranging from prime minus 2.15% to prime minus 2.5%, and mature throughout the year.

4. Bank indebtedness

The jurisdiction has negotiated a line of credit in the amount of $1,000,000 that bears interest at the bank prime rate. This line of credit, which is secured by a borrowing by-law and a security agreement, covers all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2005 (2003 - $0).

5. Deferred revenue

	2005	2004
Infrastructure modernization program revenue	$ 1,280,463	$ 972,127
Block modernization revenue	1,059,779	1,041,231
Blood Tribe - prepaid tuition	477,581	-
Alberta Initiative for School Improvement	242,317	220,189
Other	5,000	-
	$ 3,065,140	$ 2,233,547

6. Long-term debt

The School Division has issued the following debentures to the Alberta Finance to finance construction of school buildings having a carrying value of $26,755,725. The debenture debt is fully supported by Alberta Finance.

7.25% to 16.50% due 2006 to 2019	$ 2,729,684
Due within one year	(439,246)
	$ 2,290,438

Principal repayments required in each of the next five fiscal years and beyond are as follows:

	Principal	Interest	Total
2006	$ 439,246	$ 279,631	$ 718,877
2007	421,417	231,965	653,382
2008	370,435	185,864	556,299
2009	352,198	147,114	499,312
2010	347,138	111,235	458,373
2011 to maturity	799,250	235,567	1,034,817

7. Internally restricted net assets

Net assets may be restricted by authorization of the Board of Trustees for future capital and operating expenditures. The amounts are established and expended in accordance with terms and conditions established by the Board.

	2004	Appropriated	Used	2005
Operating Reserves				
School	$ 395,824	$ 603,356	$ (302,542)	$ 696,638
Board and System Administration	210,000	-	-	210,000
Operations and Maintenance	54,377	-	(54,377)	-
Transportation	400,000	-	-	400,000
	1,060,201	603,356	(356,919)	1,306,638
Capital Reserves				
Land - unsupported	10,000	-	-	10,000
Equipment	1,662	-	-	1,662
	11,662	-	-	11,662
	$ 1,071,863	$ 603,356	$ (356,919)	$ 1,318,300

8. Economic dependence on related third party

The Livingstone Range School Division No. 68's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependant on this funding.

9. Budget amounts

The budget was prepared by the School jurisdiction management with Board of Trustees approval given on June 22, 2004. It is presented for information purposes only and has not been audited.

SCHEDULE A to the AFS

School Jurisdiction Cod 1135

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$31,871,998	$26,405,177	$1,339,349	$2,709,550	$1,417,922	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$127,885	$0	$127,885			
(3)	Regular Operations & Maintenance support	$1,875,088		$1,875,088			
(4)	Other support	$0	$0	$0			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$2,002,973	$0	$2,002,973			
(6)	**Alberta Finance**	$323,652		$323,652			$0
(7)	**Other - Government of Alberta**	$4,660	$0	$4,660	$0	$0	$0
(8)	**Federal Government and/or First Nations**	$2,116,165	$1,890,405	$123,216	$0	$102,544	$0
(9)	**Other Alberta school authorities**	$0	$0	$0	$0	$0	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12)	**Instruction resource fees**	$191,549	$191,549				
(13)	**Transportation fees**	$0			$0		
(14)	**Other sales and services**	$763,503	$685,702	$0	$42,176	$35,625	$0
(15)	**Investment income**	$27,642	$18,695	$2,671	$2,671	$3,605	$0
(16)	**Gifts and donations**	$0	$0	$0	$0		$0
(17)	**Rentals of facilities**	$55,794	$0	$13,261	$22,200	$20,333	$0
(18)	**Net school generated funds**	$1,264,217	$1,202,397			$61,820	
(19)	**Gains on disposal of capital assets**	$36,946	$31,246	$0	$5,700	$0	$0
(20)	**Amortization of capital allocations**	$1,694,388	$0	$1,694,388	$0		$0
(21)	**TOTAL REVENUES**	$40,353,487	$30,425,171	$5,504,170	$2,782,297	$1,641,849	$0
	EXPENSES						
(22)	**Certificated salaries**	$18,828,974	$18,513,671			$315,303	$0
(23)	**Certificated benefits**	$2,150,851	$2,088,175			$62,676	$0
(24)	**Uncertificated salaries and wages**	$6,926,448	$4,533,401	$1,067,272	$794,556	$531,219	$0
(25)	**Uncertificated benefits**	$1,406,375	$928,220	$230,633	$100,475	$147,047	$0
(26)	**SUB - TOTAL**	$29,312,648	$26,063,467	$1,297,905	$895,031	$1,056,245	$0
(27)	**Services, contracts & supplies**	$7,021,788	$2,445,295	$2,255,206	$1,706,697	$614,590	$0
(28)	**Cost recoveries & charges to programs**	$0	$0	$0	$0	$0	$0
(29)	**Net school generated funds**	$1,264,217	$1,264,217				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$1,694,388	$0	$1,694,388	$0	$0	$0
(31)	Unsupported	$566,980	$251,690	$19,225	$277,021	$19,044	$0
(32)	Total Amortization	$2,261,368	$251,690	$1,713,613	$277,021	$19,044	$0
	Interest on capital debt						
(33)	Supported	$323,652	$0	$323,652	$0	$0	$0
(34)	Unsupported	$0	$0	$0	$0	$0	$0
(35)	Other interest charges	$1,807	$0	$0	$0	$1,807	$0
(36)	Losses on disposal of capital assets	$8,241	$8,241	$0	$0	$0	$0
(37)	**TOTAL EXPENSES**	$40,193,721	$30,032,910	$5,590,376	$2,878,749	$1,691,686	$0
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$159,766	$392,261	($86,206)	($96,452)	($49,837)	$0

School Jurisdiction Code: 1135

SCHEDULE B to the AFS
ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$680,068
Base Instruction (Gr 1-12)	$19,548,904
Outreach Programs	$104,040
Home Education	$7,179
Differential Cost Funding *	$8,433,966
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$38,508
Federal French Funding	$2,960
Provincial Priority Targeted Funding	
Class Size Initiative	$687,354
Student Health Initiative (SHI)	$209,880
Alberta Initiative for School Improvement (AISI)	$513,783
High Speed Networking	$60,000
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe) Vidio conferencing, Classroom Resources, Colonies, Microsoft, Board	$1,585,356
Total Alberta Education Revenues	$31,871,998

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 1135

SCHEDULE C the AFS
ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$1,189,253	$1,483,832	$314,649		$0	$974,615	$3,962,349
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$954,131	$588,948	$125,102		$0		$1,668,181
ECS Program Unit (PUF)	$0	$343,163	$60,699		$0		$403,862
Severe Disabilities (Gr 1-12)	$558,012	$1,898,290	$34,610		$0		$2,490,912
English as a Second Language	$11,325	$108,832	$0		$0		$120,157
French Language Program & Francisation (all jurisdictions)	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education (ECS - Gr 12)	$59,788	$267,496	$79,739		$0		$407,023
Home Education	$0	$0	$7,786		$0		$7,786
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$355,030	$38,465	$120,287	$0	$0		$513,782
Student Health Initiative	$0	$417,536	$18,770		$0		$436,306
High Speed Networking			$69,842		$0		$69,842
Class Size	$687,354	$0	$0	$0	$0		$687,354
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$16,786,952	$315,059	$1,613,811	$0	$0	$0	$19,265,356
TOTAL EXPENSES	$20,601,845	$5,461,621	$2,445,295	$0	$0	$974,615	$30,032,910

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	10.2	25.8
ECS Program Unit (PUF)	0.0	13.3
Severe Disabilities (Gr 1-12)	5.9	40.7

Note 1 Excludes Learning Resources

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets

School Jurisdiction Code: 1135

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES		$40,193,721

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	4.89%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,966,076
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		**$1,966,076**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,691,686
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,691,686
MAXIMUM EXPENSE LIMIT	$1,966,076
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$274,390

School Jurisdiction Code: 1135

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$741,980
Source of Net School Generated Funds:				
Fundraising activities	$499,405	$246,359	$253,046	
Student fees (Non-Instructional) (Note 2)	$319,084		$319,084	
Donations and grants to schools	$90,273		$90,273	
Other (describe)	$786,377	$94,019	$692,358	
Net Additions to SGF	$1,695,139	$340,378		$1,354,761
Net SGF Available for Discretionary Spending				$2,096,741
Application of Net School Generated Funds:				
Extra-curricular activities			$203,413	
School beautification			$8,265	
Field Trips			$148,798	
Equipment			$96,192	
Family literacy and other community resources			$10,632	
Other (describe):			$796,917	
Net SGF Expended for Discretionary Purposes (Note 3)				$1,264,217
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$832,524

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 1135

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$686,629	$380,643	$0	$0	$0	$1,067,272		$1,067,272
Uncertificated benefits	$149,658	$80,975	$0	$0	$0	$230,633		$230,633
Sub-total Remuneration	$836,287	$461,618	$0	$0	$0	$1,297,905		$1,297,905
Contracted Services	$520,986	$204,988	$0	$0	$0	$725,974		$725,974
Supplies	$69,098	$201,447	$0	$127,885	$0	$398,430		$398,430
Electricity			$516,621			$516,621		$516,621
Natural Gas/Heating Fuel			$450,633			$450,633		$450,633
Sewer and Water			$78,289			$78,289		$78,289
Telecommunications			$10,808			$10,808		$10,808
Insurance					$74,451	$74,451		$74,451
Amortization of capital assets								
Supported							$1,694,388	$1,694,388
Unsupported						$19,225		$19,225
Total Amortization						$19,225	$1,694,388	$1,713,613
Interest on capital debt								
Supported							$323,652	$323,652
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$1,426,371	$868,053	$1,056,351	$127,885	$74,451	$3,572,336	$2,018,040	$5,590,376
SQUARE METRES								
School Buildings								6,957.7
Non School Buildings								3,632.0
UNCERTIFICATED FTE'S (Board/Contract)	32.3	7.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations.
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 1135

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Kelly Hall	1.0	$14,775	$3,999	$0			$18,774	$5,159
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Jim Burdett	0.9	$7,588	$3,176	$0			$10,763	$2,235
Name	Gini Decoux-Filipuzzi	0.9	$12,000	$1,626	$0			$13,626	$7,663
Name	Ken Murray	0.9	$14,325	$3,515	$0			$17,840	$8,132
Name	Howard Paulsen	0.9	$15,008	$3,496	$0			$18,504	$8,736
Name	Dick Peterson	0.9	$14,288	$3,465	$0			$17,753	$10,093
Name	Martha Ratcliffe	0.9	$10,205	$3,273	$0			$13,478	$5,161
Name			$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name	Fran Amundsen	0.1	$1,250	$376	$0			$1,626	$1,067
Name	Bev Everts	0.1	$750	$547	$0			$1,297	$315
Name	Judy Lee	0.1	$950	$552	$0			$1,502	$214
Name	Nina Shimp	0.1	$1,825	$284	$0			$2,109	$615
Name	Ron Zukiwsky	0.1	$1,500	$584	$0			$2,084	$550
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*6.9*	*$94,463*	*$24,894*	*$0*			*$119,357*	*$49,939*
Superintendent	Dr. David Rideout	1.0	$139,276	$10,763	$0	$0	$0	$150,039	$31,187
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Don Olsen	1.0	$101,560	$19,065	$0	$0	$0	$120,625	$10,884
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		246.1	$18,689,698	$2,140,087	$0	$0	$0	$20,829,785	
Uncertificated Salaries & Wages		250.0	$6,730,426	$1,362,416	$0	$0	$0	$8,092,842	
TOTALS			**$25,755,422**	**$3,557,226**	**$0**	**$0**	**$0**	**$29,312,648**	

Note: Please refer to completion information on page 15.

School Jurisdiction Code: 4501

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Medicine Hat Catholic Separate Regional Division No. 20
Legal Name of School Jurisdiction

1251 1 Avenue S.W.   Medicine Hat, Alberta   T1A 8B4
Mailing Address

Telephone: 403-527-2292   Fax: 403-529-0917
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Medicine Hat Catholic Separate Regional Division No. 20 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mario Rossetto — Name
"ORIGINAL SIGNED" — Signature

SUPERINTENDENT

Dr. Guy Tetrault — Name
"ORIGINAL SIGNED" — Signature

SECRETARY TREASURER OR TREASURER

Bernard Girardin, MBA — Name
"ORIGINAL SIGNED" — Signature

13-Dec-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

Auditor's Report

To the Board of Trustees
Medicine Hat Catholic Separate Regional Division No. 20

We have audited the statement of financial position of the Medicine Hat Catholic Separate Regional Division No. 20 as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Medicine Hat Catholic Separate Regional Division No. 20 as at August 31, 2005 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

'Original Signed'
Meyers Norris Penny LLP

Chartered Accountants

Medicine Hat, Alberta
November 24, 2005

School Jurisdiction Code: 4501

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$882,411	$117,067
Accounts receivable (net after allowances)		$2,124,637	$1,655,959
Prepaid expenses		$324,118	$393,887
Other current assets		$151,340	$171,590
Total current assets		$3,482,506	$2,338,503
School generated assets		$239,632	$284,102
Trust assets		$7,553	$7,503
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$225,905	$225,905
Buildings	$24,633,586		
Less: accumulated amortization	($7,104,039)	$17,529,547	$17,289,862
Equipment	$947,506		
Less: accumulated amortization	($26,670)	$920,836	$52,675
Vehicles	$88,761		
Less: accumulated amortization	($44,566)	$44,195	$61,946
Total capital assets		$18,720,483	$17,630,388
TOTAL ASSETS		$22,450,174	$20,260,496
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,957,916	$1,479,370
Deferred revenue		$374,685	$221,349
Deferred capital allocations		$623,979	$556,002
Current portion of all long term debt		$162,413	$191,008
Total current liabilities		$3,118,993	$2,447,729
School generated liabilities		$239,632	$284,102
Trust liabilities		$7,553	$7,503
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$1,306,158	$1,497,266
Less: Current portion of supported debt		($162,413)	($191,008)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$16,988,764	$15,699,624
Total long term liabilities		$18,379,694	$17,297,487
TOTAL LIABILITIES		$21,498,687	$19,745,216
NET ASSETS			
Unrestricted net assets		$98,843	$14,131
Operating Reserves		$407,082	$47,650
Accumulated Operating Surplus (Deficit)		$505,925	$61,781
Investment in capital assets		$425,561	$433,499
Capital Reserves		$20,000	$20,000
Total Capital Funds		$445,561	$453,499
Total net assets		$951,486	$515,280
TOTAL LIABILITIES AND NET ASSETS		$22,450,173	$20,260,496

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 4501

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$20,383,812	$19,677,354	$18,263,425
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$58,134	$58,000	$99,881
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$194,415	$367,953	$164,351
Transportation fees	$0	$0	$0
Other sales and services	$342,889	$88,101	$46,442
Investment income	$29,774	$25,000	$33,446
Gifts and donations	$14,189	$0	$4,150
Rentals of facilities	$216,130	$226,704	$226,674
Net school generated funds	$586,569	$575,000	$608,410
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$432,827	$450,000	$433,736
Total Revenues	$22,258,739	$21,468,112	$19,880,515
EXPENSES			
Certificated salaries	$11,078,449	$11,205,569	$10,599,375
Certificated benefits	$1,434,015	$1,512,562	$1,270,853
Uncertificated salaries and wages	$3,278,170	$3,163,429	$3,172,381
Uncertificated benefits	$882,484	$811,025	$807,438
Services, contracts and supplies	$3,952,042	$3,552,927	$3,319,686
Net school generated funds	$586,569	$575,000	$608,410
Capital and debt services			
Amortization of capital assets			
Supported	$432,827	$438,000	$433,737
Unsupported	$22,742	$12,000	$21,037
Total Amortization of capital assets	$455,569	$450,000	$454,774
Interest on capital debt			
Supported	$152,582	$195,000	$173,867
Unsupported	$0	$2,600	$0
Total Interest on capital debt	$152,582	$197,600	$173,867
Other interest charges	$2,653	$0	$3,792
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$21,822,533	$21,468,112	$20,410,576
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$436,206	$0	($530,061)
Extraordinary item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$436,206	$0	($530,061)

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 4501

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$436,206	($530,061)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($432,827)	($433,736)
Total amortization expense	$455,569	$454,774
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts		
Accounts receivable	($468,678)	$131,789
Prepaids and other current assets	$90,019	($150,396)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$478,546	($200,677)
Deferred revenue	$153,336	$98,263
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$712,171	($630,044)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($670,289)	($4,207,790)
Equipment	($875,374)	($17,047)
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($1,545,663)	($4,224,837)
C. FINANCING ACTIVITIES		
Capital allocations	$1,598,836	$304,187
Issue of long term debt	$0	$0
Repayment of long term debt	($191,108)	($234,617)
Add back: supported portion	$191,108	$234,616
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$1,598,836	$304,186
Net sources (uses) of cash during year	$765,344	($4,550,695)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$117,067	$4,667,762
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$882,411	$117,067

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.

2 Cash and temporary investments are net of cash obligations.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

School Jurisdiction 4501

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$515,280	$433,499	$14,131	$67,650	$12,983	$0	$26,667	$20,000	$8,000	$0	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0		$0		$0		$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$515,280	$433,499	$14,131	$67,650	$12,983	$0	$26,667	$20,000	$8,000	$0	$0	$0	$0	$0
Surplus(def) of revenue over expense	$436,206		$436,206											
Board funded capital transactions		$14,804	($14,804)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($455,569)	$455,569											
Amortization of capital allocations		$432,827	($432,827)											
Disposal of unsupported capital asset	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($359,432)	$359,432	$331,432		$20,000		$8,000		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$951,486	$425,561	$98,843	$427,082	$344,415	$0	$46,667	$20,000	$16,000	$0	$0	$0	$0	$0

School Jurisdiction Code: 4501

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$556,002	$15,699,624
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$556,002	$15,699,624
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$1,598,836	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$191,108
Expended capital allocations - current year	($1,530,859)	$1,530,859
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$432,827
Balance at August 31, 2005	$623,979	$16,988,764

MEDICINE HAT CATHOLIC SEPARATE REGIONAL DIVISION NO. 20

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2005

---

1. AUTHORITY AND PURPOSE

The Medicine Hat Catholic Separate Regional Division No. 20 delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP). The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a. REVENUE RECOGNITION

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Externally restricted capital allocations from the province or other agencies are recorded as deferred capital contributions until the amount is invested in capital assets. Amounts invested representing funded capital assets are then transferred to unamortized capital allocations. Unamortized capital allocations are recognized as amortization of capital allocations revenue in the periods which the related amortization expense of the funded capital asset is recorded.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Interest earned on trust assets and liabilities is recorded as direct increases in trust assets and liabilities.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received or receivable.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

b. CAPITAL ASSETS

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight-line basis. Donated assets are recorded at fair market value at the time of the donation. No amortization is taken in the year of acquisition and a full year of amortization is taken in the year of disposal. The rates are as follows:

Buildings	40 years
Equipment	5 years
Vehicles	5 years

Only capital assets with costs in excess of $5,000 are capitalized. Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

c. SCHOOL GENERATED FUNDS

These are funds which come under the control and responsibility of a school principal for school activities. They are usually collected, retained and expended at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

d. VACATION PAY

Vacation pay is accrued in the period in which the employee earns the benefit.

e. PENSIONS

Pension costs included in these statements comprise the cost of employer contributions for current services of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Medicine Hat Catholic Separate Regional Division No. 20 does not make pension contributions for certificated staff.

The school board participates in a multi-employer pension plan, the Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of $127,918 (2004 - $104,274) for the year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1,288,924,000 (2003 deficiency of $1,453,487,000).

f. PREPAID EXPENSES

Certain expenditures incurred before the close of the school year are for school supplies which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses also fall into this category.

MEDICINE HAT CATHOLIC SEPARATE REGIONAL DIVISION NO. 20

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2005

---

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

g. CONTRIBUTED SERVICES

Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

h. FINANCIAL INSTRUMENTS

These consist of cash, accounts receivable, temporary and long-term investments, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

i. OPERATING AND CAPITAL RESERVES

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and capital purposes. Such reserves are appropriations of unrestricted net assets.

j. EMPLOYEE FUTURE BENEFITS

The jurisdiction accrues its obligations under employee future benefit plans and expenses the related costs. As at August 31, 2005, the recorded obligation is $74,819 (2004 nil). The total expense recorded in the financial statements is $74,819 (2004 nil).

k. MEASUREMENT UNCERTAINTY

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimate and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Amortization is based on the estimated useful lives of capital assets. Amortization of capital allocations is based on the related estimated useful lives of capital assets.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the periods in which they become known.

MEDICINE HAT CATHOLIC SEPARATE REGIONAL DIVISION NO. 20

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2005

3. ACCOUNTS RECEIVABLE

	2005	2004
Alberta Learning	$ 68,545	$ 118,698
Alberta Infrastructure	964,171	389,196
Other Province of Alberta	149,801	140,283
Federal Government	89,210	302,339
Alberta Municipalities	525,822	505,245
Other	327,088	210,198
Total	$ 2,124,637	$ 1,655,959

4. BANK INDEBTEDNESS

The jurisdiction has negotiated a line of credit in the amount of $1,073,000 that bears interest at bank prime rate less 0.25%. This line of credit is secured by a borrowing bylaw and a security agreement, covering all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2005 ($0 in 2004).

5. ACCOUNTS PAYABLE AND LIABILITIES

	2005	2004
Alberta Education	$ 577,361	$ 510,520
Alberta Finance	55,747	64,172
Other Alberta School Jurisdictions	170,488	7,540
Other Trade Payables and Accrued Liabilities	1,154,320	897,138
Total	$ 1,957,916	$ 1,479,370

6. DEFERRED REVENUE

	2005	2004
Infrastructure Maintenance Program (formerly BQRP)	$ 247,485	$ 221,349
Other	127,200	-
Total	$ 374,685	$ 221,349

7. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the jurisdiction.

	2005	2004
Scholarship Trusts	$ 7,553	$ 7,503

8. LONG-TERM DEBT

a. DEBENTURE DEBT – SUPPORTED

The debenture debt bears interest at rates varying between 10.000% and 12.000%. The debenture debt is fully supported by Alberta Finance. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2005-2006	$ 162,413	$ 140,735	$ 303,148
2006-2007	145,902	123,114	269,016
2007-2008	145,902	107,474	253,376
2008-2009	143,596	91,834	235,430
2009-2010	143,596	76,471	220,067
2010 to maturity	564,749	-	564,749
Total	$ 1,306,158	$ 539,628	$ 1,845,786

b. CAPITAL LEASES - UNSUPPORTED

Currently, there is no capital leases held by the jurisdiction.

9. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally restricted supported capital funds provided for a specific capital purpose received or receivable by the jurisdiction, but the related expenditure had not been made at year-end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

10. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended, as well as fully-supported debenture principal repayments.

11. COMMITMENTS

a) Building Projects
The jurisdiction is committed to further capital expenditures for the addition of portables at the Notre Dame school for approximately $557,326. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure and Transportation.

b) Operating Leases
The Division has entered into various lease agreements with estimated minimum annual payments as follows:

2005 – 2006	$ 166,030
2006 – 2007	$ 99,842
2007 – 2008	$ 71,173
2008 – 2009	$ 23,111

12. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and as such was not audited.

13. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2005 presentation.

14. ECONOMIC DEPENDENCE

The Medicine Hat Catholic Separate Regional Division No. 20's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

15. CONTINGENCIES

The jurisdiction is a member of an Urban School Insurance Consortium. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenses in the financial statements, as the value of equity is subject to liability claims.

The jurisdiction is contingently liable for corporate credit cards issued with a combined authorized credit limit of $881,650 (2004 - $892,800). The amount charged against this limit is $113,815 ($0 in 2004).

SCHEDULE A to the AFS

School Jurisdiction Cod 4501

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$18,863,080	$16,330,289	$829,208	$594,623	$1,108,960	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$206,338	$0	$206,338			
(3)	Regular Operations & Maintenance support	$1,160,891		$1,160,891			
(4)	Other support	$0		$0			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$1,367,229	$0	$1,367,229			
(6)	**Alberta Finance**	$152,582		$152,582			$0
(7)	**Other - Government of Alberta**	$921	$0	$921	$0	$0	$0
(8)	**Federal Government and/or First Nations**	$0		$0	$0	$0	$0
(9)	**Other Alberta school authorities**	$58,134	$58,134	$0	$0	$0	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12)	**Instruction resource fees**	$194,415	$194,415				
(13)	**Transportation fees**	$0			$0		
(14)	**Other sales and services**	$342,889	$327,805	$3,785	$0	$11,299	$0
(15)	**Investment income**	$29,774		$0	$0	$29,774	$0
(16)	**Gifts and donations**	$14,189	$14,189	$0	$0		$0
(17)	**Rentals of facilities**	$216,130	$110,484	$105,646	$0	$0	$0
(18)	**Net school generated funds**	$586,569	$586,569			$0	
(19)	**Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(20)	**Amortization of capital allocations**	$432,827		$432,827	$0		$0
(21)	**TOTAL REVENUES**	$22,258,739	$17,621,885	$2,892,198	$594,623	$1,150,033	$0
	EXPENSES						
(22)	**Certificated salaries**	$11,078,449	$10,848,707			$229,742	$0
(23)	**Certificated benefits**	$1,434,015	$1,359,425			$74,590	$0
(24)	**Uncertificated salaries and wages**	$3,278,170	$1,959,468	$955,224	$0	$363,478	$0
(25)	**Uncertificated benefits**	$882,484	$549,019	$243,727	$0	$89,738	$0
(26)	**SUB - TOTAL**	$16,673,118	$14,716,619	$1,198,951	$0	$757,548	$0
(27)	**Services, contracts & supplies**	$3,952,042	$1,922,817	$1,064,360	$575,033	$389,832	$0
(28)	**Cost recoveries & charges to programs**	$0		$0	$0	$0	$0
(29)	**Net school generated funds**	$586,569	$586,569				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$432,827	$0	$432,827	$0	$0	$0
(31)	Unsupported	$22,742	$0	$22,742	$0	$0	$0
(32)	Total Amortization	$455,569	$0	$455,569	$0	$0	$0
	Interest on capital debt						
(33)	Supported	$152,582		$152,582	$0	$0	$0
(34)	Unsupported	$0		$0	$0	$0	$0
(35)	Other interest charges	$2,653		$0	$0	$2,653	$0
(36)	Losses on disposal of capital assets	$0		$0	$0	$0	$0
(37)	**TOTAL EXPENSES**	$21,822,533	$17,226,005	$2,871,462	$575,033	$1,150,033	$0
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$436,206	$395,880	$20,736	$19,590	$0	$0

School Jurisdiction Code: 4501

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$662,694
Base Instruction (Gr 1-12)	$13,347,908
Outreach Programs	$0
Home Education	$0
Differential Cost Funding *	$3,055,863
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$21,682
Federal French Funding	$41,854
Provincial Priority Targeted Funding	
Class Size Initiative	$400,890
Student Health Initiative (SHI)	$27,254
Alberta Initiative for School Improvement (AISI)	$320,108
High Speed Networking	$23,933
Children and Youth with Complex Needs	
Other Alberta Education Revenues (describe) Operations & Maintenance, Microsoft License;Reimbursement of cost of providing	$960,894
Total Alberta Education Revenues	$18,863,080

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services

School Jurisdiction Code: 4501

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$1,598,349	$606,685	$72,854		$0	$0	$2,277,888
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$1,086,764	$61,721	$136,922		$0		$1,285,407
ECS Program Unit (PUF)	$98,483	$404,953	$120,166		$0		$623,602
Severe Disabilities (Gr 1-12)	$285,706	$774,065	$57,255		$0		$1,117,026
English as a Second Language	$0	$2,853	$814		$0		$3,667
French Language Program & Francisation (all jurisdictions)	$76,961	$0	$85,789		$0		$162,750
First Nations, Metis and Inuit Education (ECS - Gr 12)	$0	$0	$0		$0		$0
Home Education	$0	$0	$0		$0		$0
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$232,164	$1,665	$59,116	$10,947	$0		$303,892
Student Health Initiative	$0	$24,496	$0		$0		$24,496
High Speed Networking			$26,933		$0		$26,933
Class Size	$400,890	$0	$0	$0	$0		$400,890
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$8,428,815	$632,049	$465,392	$887,229	$0	$586,569	$10,999,454
TOTAL EXPENSES	$12,208,132	$2,508,487	$1,025,241	$898,176	$0	$586,569	$17,226,005

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 1	14.1	2.6
ECS Program Unit (PUF)	1.2	12.3
Severe Disabilities (Gr 1-12)	2.8	28.9

Note 1 Excludes Learning Resources

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets

School Jurisdiction Code: 4501

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	**$21,822,533**

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**5.67%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$1,237,338
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	2,653	
	$141,576	$1,237,338
MAXIMUM EXPENSE LIMIT		**$1,237,338**

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,150,033
PLUS: transfers to Restricted - Operating (Board/System Administration)	$8,000
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,158,033
MAXIMUM EXPENSE LIMIT	$1,237,338
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$79,305

School Jurisdiction Code: 4501

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$284,102
Source of Net School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$338,849	$218,760	$120,089	
Student fees (Non-Instructional) (Note 2)	$323,527		$323,527	
Donations and grants to schools	$98,484		$98,484	
Other (describe)	$0	$0	$0	
Net Additions to SGF	$760,860	$218,760		$542,100
Net SGF Available for Discretionary Spending				$826,202
Application of Net School Generated Funds:				
Extra-curricular activities			$509,708	
School beautification			$0	
Field Trips			$48,981	
Equipment			$23,493	
Family literacy and other community resources			$4,388	
Other (describe):			$0	
Net SGF Expended for Discretionary Purposes (Note 3)				$586,570
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$239,632

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 4501

SCHEDULE F to the AFS

Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$658,312	$233,307	$0	$0	$63,605	$955,224		$955,224
Uncertificated benefits	$178,916	$51,166	$0	$0	$13,645	$243,727		$243,727
Sub-total Remuneration	$837,228	$284,473	$0	$0	$77,250	$1,198,951		$1,198,951
Contracted Services	$0	$108,867	$0	$0	$0	$108,867		$108,867
Supplies	$67,248	$145,563	$0	$211,772	$0	$424,583		$424,583
Electricity			$256,118			$256,118		$256,118
Natural Gas/Heating Fuel			$102,586			$102,586		$102,586
Sewer and Water			$76,803			$76,803		$76,803
Telecommunications			$11,750			$11,750		$11,750
Insurance					$83,653	$83,653		$83,653
Amortization of capital assets								
Supported							$432,827	$432,827
Unsupported						$22,742		$22,742
Total Amortization						$22,742	$432,827	$455,569
Interest on capital debt								
Supported							$152,582	$152,582
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$904,476	$538,903	$447,257	$211,772	$160,903	$2,286,053	$585,409	$2,871,462
SQUARE METRES								
School Buildings								33,591.3
Non School Buildings								3,090.7
UNCERTIFICATED FTE'S (Board/Contract)	20.4	3.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 4501

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Michael Tivadar	1.0	$17,339	$359	$0			$17,698	$7,874
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Mano Rossetto	1.0	$13,320	$911	$0			$14,231	$2,842
Name	Kelly Van Ham	1.0	$13,320	$2,066	$0			$15,386	$5,091
Name	Immanuel Montz	1.0	$12,120	$852	$0			$12,972	$4,494
Name	Dr. Lee Little	0.8	$11,621	$1,521	$0			$13,142	$527
Name	George Kambeitz	0.2	$2,020	$266	$0			$2,286	$0
Name		0.0			$0			$0	$0
Name		0.0			$0			$0	$0
Name		0.0			$0			$0	$0
Name		0.0			$0			$0	$0
Name		0.0			$0			$0	$0
Name		0.0			$0			$0	$0
Name		0.0			$0			$0	$0
Name		0.0			$0			$0	$0
Name		0.0			$0			$0	$0
Name		0.0			$0			$0	$0
Name		0.0			$0			$0	$0
Name		0.0			$0			$0	$0
Name		0.0			$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*5.0*	*$69,740*	*$5,975*	*$0*			*$75,715*	*$20,828*
Superintendent	Dr. Guy Tetrault	1.0	$129,000	$19,408	$0	$0	$0	$148,408	$18,814
Superintendent		0.0			$0	$0	$0	$0	$0
Secretary/Treasurer	Bemard Girardin	1.0	$104,004	$23,729	$0	$0	$0	$127,733	$10,104
Secretary/Treasurer		0.0			$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		162.2	$10,809,449	$1,414,607	$0	$0	$140,000	$12,364,056	
Uncertificated Salaries & Wages		110.0	$3,104,426	$852,780	$0	$0	$0	$3,957,206	
TOTALS			**$14,216,619**	**$2,316,499**	**$0**	**$0**	**$140,000**	**$16,673,118**	

Note: Please refer to completion information on page 15

School Jurisdiction Code 3050

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Medicine Hat School District No 76
Legal Name of School Jurisdiction

601 First Avenue SW Medicine Hat, Alberta T1A 4Y7
Mailing Address

403 528-6728 & 403 529-5339
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Medicine Hat School District No 76 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN
Gitta Hashizume — Name
"ORIGINAL SIGNED" — Signature

SUPERINTENDENT
Linda Rossler — Name
"ORIGINAL SIGNED" — Signature

SECRETARY TREASURER OR TREASURER
Doug Pudwell — Name
"ORIGINAL SIGNED" — Signature

20-Dec-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

AUDITORS' REPORT

TO THE BOARD OF TRUSTEES
MEDICINE HAT SCHOOL DISTRICT NO. 76

We have audited the statement of financial position of the **Medicine Hat School District No. 76** as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2005 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G1 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Johnston Morrison Hunter & Co LLP
CHARTERED ACCOUNTANTS

MEDICINE HAT, ALBERTA
NOVEMBER 16, 2005

School Jurisdiction Code: 3050

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$5,620,254	$4,094,057
Accounts receivable (net after allowances)		$2,009,287	$3,402,770
Prepaid expenses		$187,559	$207,220
Other current assets		$662,000	$490,752
Total current assets		$8,479,100	$8,194,799
School generated assets		$867,218	$977,582
Trust assets		$1,389,331	$1,357,597
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$1,962,982	$1,962,982
Buildings	$46,773,126		
Less: accumulated amortization	($22,939,514)	$23,833,612	$24,772,763
Equipment	$3,323,744		
Less: accumulated amortization	($1,896,896)	$1,426,848	$968,702
Vehicles	$289,194		
Less: accumulated amortization	($211,364)	$77,830	$41,402
Total capital assets		$27,301,272	$27,745,849
TOTAL ASSETS		$38,036,921	$38,275,827
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,128,554	$902,013
Deferred revenue		$2,324,419	$1,789,096
Deferred capital allocations		$634,134	$728,146
Current portion of all long term debt		$865,549	$872,996
Total current liabilities		$4,952,656	$4,292,251
School generated liabilities		$867,218	$977,582
Trust liabilities		$1,389,331	$1,357,597
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported	Debentures and other supported debt	$4,572,602	$5,308,252
	Less: Current portion of supported debt	($694,550)	($735,650)
Unsupported	Debentures and Capital Loans	$0	$0
	Capital Leases	$663,662	$577,695
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	($170,999)	($137,346)
Unamortized capital allocations		$18,537,030	$18,717,291
Total long term liabilities		$25,164,294	$26,065,421
TOTAL LIABILITIES		$30,116,950	$30,357,672
NET ASSETS			
Unrestricted net assets		$83,439	$573,270
Operating Reserves		$2,901,553	$2,773,586
Accumulated Operating Surplus (Deficit)		$2,984,991	$3,346,856
Investment in capital assets		$3,527,980	$3,142,612
Capital Reserves		$1,406,999	$1,428,686
Total Capital Funds		$4,934,979	$4,571,298
Total net assets		$7,919,971	$7,918,155
TOTAL LIABILITIES AND NET ASSETS		$38,036,921	$38,275,827

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 3050

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$45,091,626	$45,438,954	$43,031,247
Federal Government and/or First Nations	$67,866	$63,336	$0
Other Alberta school authorities	$124,180	$43,410	$47,510
Out of province authorities	$0	$0	$110,408
Alberta Municipalities (excluding supplementary requisitions)	$9,875	$11,220	$12,500
Instruction resource fees	$533,263	$390,850	$484,472
Transportation fees	$0	$0	$0
Other sales and services	$966,335	$568,773	$1,126,519
Investment income	$181,604	$167,618	$170,596
Gifts and donations	$81,940	$115,000	$90,886
Rentals of facilities	$138,819	$112,000	$143,058
Net school generated funds	$1,925,129	$1,716,163	$1,777,406
Gains on disposal of capital assets	$26,210	$0	$0
Amortization of capital allocations	$1,009,961	$1,021,311	$1,047,748
Total Revenues	$50,156,808	$49,648,635	$48,042,350
EXPENSES			
Certificated salaries	$26,073,592	$26,304,386	$24,819,051
Certificated benefits	$3,510,845	$3,719,516	$3,052,617
Uncertificated salaries and wages	$7,430,433	$6,807,923	$6,932,757
Uncertificated benefits	$1,914,756	$1,806,265	$1,608,671
Services, contracts and supplies	$7,389,582	$7,457,799	$7,322,921
Net school generated funds	$1,925,129	$1,716,163	$1,777,406
Capital and debt services			
Amortization of capital assets			
Supported	$1,009,961	$1,021,311	$1,047,748
Unsupported	$323,493	$237,659	$268,745
Total Amortization of capital assets	$1,333,454	$1,258,970	$1,316,493
Interest on capital debt			
Supported	$512,246	$512,246	$562,318
Unsupported	$60,846	$56,767	$57,382
Total Interest on capital debt	$573,092	$569,013	$619,700
Other interest charges	$4,109	$8,600	$3,646
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$50,154,992	$49,648,635	$47,453,262
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$1,816	$0	$589,088
Extraordinary item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$1,816	$0	$589,088

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 3050

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$1,816	$589,088
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,009,961)	($1,047,748)
Total amortization expense	$1,333,454	$1,316,493
Gains on disposal of capital assets	($26,210)	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts		
Accounts receivable	$1,393,483	($914,183)
Prepaids and other current assets	($151,587)	($15,798)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$226,541	($1,209,875)
Deferred revenue	$535,323	$862,561
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$2,302,859	($419,462)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($94,049)	($75,747)
Equipment	($763,391)	($282,273)
Vehicles	($59,046)	$0
Net proceeds from disposal of capital assets	$53,819	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($862,667)	($358,020)
C. FINANCING ACTIVITIES		
Capital allocations	$38	$10,521
Issue of long term debt	$0	$118,710
Repayment of long term debt	($649,683)	($916,565)
Add back: supported portion	$735,650	$768,370
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$86,005	($18,964)
Net sources (uses) of cash during year	$1,526,197	($796,446)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$4,094,057	$4,890,503
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$5,620,254	$4,094,057

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.

2 Cash and temporary investments are net of cash obligations

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005
(in dollars)

School Jurisdiction 3050

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$7,918,155	$3,142,612	$573,270	$4,202,272	$274,828	$773,168	$11,215	$196,020	$619,544	$459,498	$1,414,954	$0	$453,045	$0
Prior period adjustments (describe)														
Reserve adjustment	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$7,918,155	$3,142,612	$573,270	$4,202,272	$274,828	$773,168	$11,215	$196,020	$619,544	$459,498	$1,414,954	$0	$453,045	$0
Surplus(def) of revenue over expense	$1,816		$1,816											
Board funded capital transactions		$504,941	($504,941)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($1,333,454)	$1,333,454											
Amortization of capital allocations		$1,009,961	($1,009,961)											
Disposal of unsupported capital asset	$0	$19,855	($19,855)	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$184,065	($184,065)											
Net transfers to operating reserves			($127,967)	$127,967	$21,574		$0		$0		$0		$106,393	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			($109,877)	$109,877		$0		$79,349		$30,528		$0		$0
Net transfers from capital reserves			$131,564	($131,564)		($131,564)		$0		$0		$0		$0
Balance at August 31, 2005	$7,919,971	$3,527,980	$83,439	$4,308,552	$296,402	$641,604	$11,215	$275,369	$619,544	$490,026	$1,414,954	$0	$559,438	$0

School Jurisdiction Code: 3050

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$728,146	$18,717,291
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$728,146	$18,717,291
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$38	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$735,650
Expended capital allocations - current year	($94,050)	$94,050
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$1,009,961
Balance at August 31, 2005	$634,134	$18,537,030

MEDICINE HAT SCHOOL DISTRICT NO. 76

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2005

NOTE 1 AUTHORITY AND PURPOSE

Medicine Hat School District No. 76 delivers education programs under the authority of the School Act, Revised Statues of Alberta 2000, Chapter S-3. The jurisdiction is exempt from payment of income tax under Section 149 of the Income Tax Act.

The jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. Medicine Hat School District No. 76 is limited on certain funding allocations and administration expenses.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP). The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below:

(a) PREPAID EXPENSES

Certain expenses incurred and paid before the close of the school year are for specific school supplies, and insurance, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

(b) INVENTORIES

Inventories are valued at the lower of cost (cost determined on an average basis) and net realizable value.

(c) SCHOOL GENERATED FUNDS

These are funds raised in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenses paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

(d) TRUST ASSETS

Trust assets are recorded at cost unless there has been an other than temporary decline in value. At that time, the asset cost is reduced to reflect the fair market value.

MEDICINE HAT SCHOOL DISTRICT NO. 76

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2005

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(e) CAPITAL ASSETS

Capital assets are recorded at cost. Donated assets are recorded at fair market value at the time of the donation. Amortization is recorded on a straight-line basis over the assets' useful lives, at the following rates:

Buildings	40 years
Equipment	5- 10 years
Vehicles	5 years

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

(f) VACATION PAY

Vacation pay is accrued in the period in which the employee earns the benefit.

(g) OPERATING AND CAPITAL RESERVES

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and capital purposes. Such reserves are appropriations of unrestricted net assets.

(h) REVENUE RECOGNITION

Instruction and Support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions of materials and services that would otherwise have been purchased are recorded at fair market value when a fair market value can be reasonably determined.

Interest earned on trust assets and liabilities is recorded as direct increases in trust assets and liabilities.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

Externally restricted capital allocations from the province or other agencies are recorded as deferred capital allocations until the amount is invested in capital assets. Amounts invested representing funded capital assets are then transferred to unamortized capital allocations. Unamortized capital allocations are recognized as amortization of capital allocations revenue in the periods which the related amortization expense of the funded capital asset is recorded.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(i) PENSIONS

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the jurisdiction does not make pension contributions for certified staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of $285,239 (2004 - $248,474) for the year ended August 31, 2005. At December 31, 2004, the Local Authorities Pension Plan reported an actuarial deficiency of $1,288,924,000 (2003 - $1,453,487,000).

(j) CONTRIBUTED SERVICES

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

(k) FINANCIAL INSTRUMENTS

The jurisdiction's financial instruments consist of cash and temporary investments, accounts receivable, trust assets, accounts payable, accrued liabilities, trust liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

NOTE 3 ACCOUNTS RECEIVABLE

	2005	2004
	$	$
Alberta Infrastructure	1,101,789	2,611,272
Alberta Education	370,168	397,355
Alberta Finance	137,749	162,897
Federal government	112,019	77,714
Medicine Hat College	24,567	24,567
Medicine Hat Public Schools' Education Foundation	- -	12,209
Other	262,995	116,756
	2,009,287	3,402,770

NOTE 4 OTHER CURRENT ASSETS

	2005	2004
	$	$
Inventories	505,433	464,623
Deferred charge - Capital Plan	26,109	26,109
Deferred charge - Flood Expenses	130,438	- -
Alberta Capital Finance Authority share	20	20
	662,000	490,752

NOTE 5 CAPITAL ASSETS

Included in capital assets are assets under capital leases as follows:

	COST	ACCUMULATED AMORTIZATION	NET BOOK VALUE	
			2005	2004
	$	$	$	$
Equipment	1,552,483	1,094,162	458,321	330,379

Capital assets – equipment includes $299,563 and buildings includes $94,049 at August 31, 2005 (2004 - $153,572) of work in progress that is not being amortized.

NOTE 6 BANK INDEBTEDNESS

The jurisdiction has negotiated a line of credit in the amount of $2,000,000 that bears interest at bank prime rate less 0.25%. This line of credit, which is secured by a borrowing bylaw and a security agreement, covers all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2005 (2004 – nil).

NOTE 7 DEFERRED REVENUE

	2005	2004
	$	$
Parents As Teachers	- -	24,363
Maintenance and Operations	904,722	644,722
Classroom Resource grant	134,321	- -
Transportation	410,601	410,601
Infrastructure Maintenance Program	466,812	422,510
Earl Kitchener Capital Rent	191,604	95,802
Technology	70,675	70,675
Alberta Initiative for School Improvement	25,393	80,099
Non-resident student tuition	56,802	32,000
High Speed Networking	23,161	- -
Other	40,328	8,324
	2,324,419	1,789,096

NOTE 8 DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose that have been received or are receivable by the jurisdictions, but the related expenditure has not yet been made at year-end. These unspent deferred capital allocations are not amortized until the expenditure has been made and it is at that time that the balance is transferred to the unamortized capital allocations account.

	2005	2004
	$	$
Balance, beginning of year	728,146	793,372
Allocations received and receivable	- -	- -
Interest earned on capital allocations	38	10,521
Transfers to unamortized capital allocations (Note 12)	(94,050)	(75,747)
Balance, end of year	634,134	728,146

NOTE 9 SCHOOL GENERATED ASSETS AND LIABILITIES

	2005	2004
	$	$
Balance, beginning of year	977,582	847,485
Source of School Generated Funds (SGF)		
SGF for the year	2,001,877	2,086,125
Costs of generating SGF	(187,112)	(178,622)
Net SGF available for the year	1,814,765	1,907,503
Application of Net SGF	2,792,347	2,754,988
Net SGF expended for the year	(1,925,129)	(1,777,406)
Balance, end of year	867,218	977,582

MEDICINE HAT SCHOOL DISTRICT NO. 76

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2005

NOTE 10 TRUST ASSETS AND LIABILITIES

These balances represent cash, investments and other assets that are held by the jurisdiction for the following areas:

	MARKET VALUE	COST 2005	COST 2004
	$	$	$
Deferred Salary Leave Plan	37,571	37,571	32,705
Scholarship trusts			
Cash	187,725	187,725	187,610
GIC – effective interest rates of 3.50% - 7.00%, due May 2006 – March 2014	1,074,468	1,012,811	975,056
Interest receivable	10,160	- -	- -
Stocks	245,044	147,724	158,727
Mineral rights	3,500	3,500	3,500
	1,558,468	1,389,331	1,357,598

Market value as advised by an independent source.

NOTE 11 LONG-TERM DEBT

	2005	2004
	$	$
Debenture Debt - Alberta Capital Finance Authority 7.375% to 11.625%, due September 2005 to March 2015	4,572,602	5,308,252
Obligations Under Capital Lease 7.41% to 12.64%, due September 2005 to March 2011	663,662	577,696
	5,236,264	5,885,948
Portion repayable within one year	(865,549)	(872,996)
	4,370,715	5,012,952

MEDICINE HAT SCHOOL DISTRICT NO. 76

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2005

NOTE 11 LONG-TERM DEBT (CONTINUED)

The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists of $694,550 payable to Alberta Capital Finance Authority on supported debt. Therefore the working capital (current assets less current liabilities) is understated by this amount.
Approximate principal repayments of long term debt are as follows:

	$
2006	865,549
2007	805,318
2008	764,405
2009	630,278
2010	568,508
2011 and on	1,602,206
	5,236,264

Approximate repayments of obligations under capital lease are as follows:

	PRINCIPAL $	INTEREST $	TOTAL $
2006	170,999	66,926	237,925
2007	165,028	49,671	214,699
2008	164,693	33,189	197,882
2009	59,968	16,878	76,846
2010	56,279	10,522	66,801
2011	46,695	4,677	51,372
	663,662	181,863	845,525

NOTE 12 UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally-restricted supported capital funds that have been spent, but have yet to be amortized over the useful life of the applicable asset to which the restricted capital allocations apply. The unamortized capital allocations account balance is increased by transfers of previously deferred capital allocations now spent, as well as fully-supported debentured capital funds, as the principal is repaid. Details of the changes are as follows:

	2005 $	2004 $
Balance, beginning of year	18,717,291	18,920,922
Supported debenture principal repayments	735,650	768,370
Transfer from deferred capital allocations (Note 8)	94,050	75,747
Capital allocation revenue	(1,009,961)	(1,047,748)
Balance, end of year	18,537,030	18,717,291

NOTE 13 SUPPLEMENTAL CASH FLOW INFORMATION

	2005	2004
	$	$
Interest paid	573,092	619,700

NOTE 14 RELATED PARTY TRANSACTIONS

During the year, the jurisdiction entered into transactions with related parties.

The following transactions are recorded at the exchange amount which represents the amount of consideration paid or received as established and agreed to by related parties:

a) ALBERTA GOVERNMENT DEPARTMENTS

	RECEIVED & RECEIVABLE	DEFERRED NET	REVENUE 2005	REVENUE 2004
	$	$	$	$
Alberta Education	40,925,883	(102,777)	40,823,106	37,593,806
Alberta Infrastructure	3,595,497	(304,303)	3,291,194	4,642,657
Alberta Capital Finance	512,246	- -	512,246	562,318
Other Alberta Government	440,717	24,363	465,080	232,466
	45,474,343	(382,717)	45,091,626	43,031,247

The school jurisdiction paid $1,247,896 (2004 - $1,356,075) in principal and interest on debenture debt to the Alberta Capital Finance Authority.

b) OTHER RELATED PARTY TRANSACTION

The school jurisdiction received $49,916 (2004 - $39,833) for maintaining school grounds for the Medicine Hat Catholic Separate Regional Division No. 20 and shared program fees.

The school jurisdiction received $56,331 (2004 – nil) for shared program fees from Prairie Rose Regional Division No. 6.

The school jurisdiction received $294,800 (2004 – $294,800) for maintaining school grounds for the Medicine Hat College. At year-end, $24,566 is due to the jurisdiction and included in accounts receivable, and is subject to normal trade terms.

The school jurisdiction incurred $350,000 (2004 - $300,000) to record its portion of the Student Health Initiative program operated by Palliser Health Region. The jurisdiction received $10,000 (2004 – nil) from Palliser Health Region for shared program fees.

NOTE 14 RELATED PARTY TRANSACTIONS (CONTINUED)

c) MEDICINE HAT PUBLIC SCHOOL'S EDUCATION FOUNDATION

The jurisdiction has an economic interest in the Medicine Hat Public School's Education Foundation. The Medicine Hat Public School's Education Foundation is a registered public foundation and charity created to solicit, receive and administer funds and property donated for the advancement of Medicine Hat School District No.76. The Foundation is exempt from payment of income tax under Section 149 of the Income Tax Act.

	2005	2004
	$	$
Revenue acquired by the Foundation on behalf of the school jurisdiction	85,434	46,376
Operating funds expended to earn revenue on behalf of the school jurisdiction	74,851	25,086
	10,583	21,290

In addition, the school jurisdiction provides certain administrative services and occupancy at no cost to the Foundation.

NOTE 15 ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The Medicine Hat School District No.76 primary source of income is from the Alberta Government. The District's ability to continue viable operations is dependent on this funding.

NOTE 16 CONTINGENCIES

a) The jurisdiction is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenses in the financial statements as the value of equity is subject to liability claims.

b) The jurisdiction is contingently liable for corporate credit cards issued with a combined authorized credit limit of $1,240,600 (2004 - $1,240,600).

NOTE 17 COMMITMENTS

The jurisdiction is committed under leases for certain equipment expiring from September 2005 to September 2011.

Minimum annual lease payments are as follows:

2006	237,926
2007	214,699
2008	197,883
2009	76,847
2010	66,801
2011	52,786

MEDICINE HAT SCHOOL DISTRICT NO. 76

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2005

NOTE 18 BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

NOTE 19 COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2005 presentation.

NOTE 20 APPROVAL OF FINANCIAL STATEMENTS

These financial statements were approved by the Board of Trustees.

SCHEDULE A to the AFS

School Jurisdiction Cod 3050

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$40,823,106	$36,004,890	$1,668,881	$1,449,530	$1,699,805	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$590,760	$0	$590,760			
(3)	Regular Operations & Maintenance support	$2,700,434		$2,700,434			
(4)	Other support	$0	$0	$0			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$3,291,194	$0	$3,291,194			
(6)	**Alberta Finance**	$512,246		$512,246			$0
(7)	**Other - Government of Alberta**	$465,080	$0	$7,800	$0	$0	$457,280
(8)	**Federal Government and/or First Nations**	$67,866	$66,402	$1,414	$0	$50	$0
(9)	**Other Alberta school authorities**	$124,180	$49,930	$71,280	$0	$2,970	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$9,875	$0	$0	$0	$0	$9,875
(12)	**Instruction resource fees**	$533,263	$533,263				
(13)	**Transportation fees**	$0			$0		
(14)	**Other sales and services**	$966,335	$7,931	$0	$0	$27,609	$930,795
(15)	**Investment income**	$181,604	$146,736	$20,703	$5,448	$8,717	
(16)	**Gifts and donations**	$81,940	$51,940	$0	$0		$30,000
(17)	**Rentals of facilities**	$138,819	$0	$134,843	$0	$3,976	$0
(18)	**Net school generated funds**	$1,925,129	$1,925,129			$0	
(19)	**Gains on disposal of capital assets**	$26,210	$19,855	$6,355	$0	$0	$0
(20)	**Amortization of capital allocations**	$1,009,961	$0	$1,009,961	$0		$0
(21)	**TOTAL REVENUES**	$50,156,808	$38,806,076	$6,724,677	$1,454,978	$1,743,127	$1,427,950
	EXPENSES						
(22)	**Certificated salaries**	$26,073,592	$25,687,104			$386,488	$0
(23)	**Certificated benefits**	$3,510,845	$3,481,238			$29,607	$0
(24)	**Uncertificated salaries and wages**	$7,430,433	$3,991,923	$2,131,524	$21,173	$616,119	$669,694
(25)	**Uncertificated benefits**	$1,914,756	$1,145,114	$568,288	$4,009	$123,906	$73,439
(26)	**SUB - TOTAL**	$38,929,626	$34,305,379	$2,699,812	$25,182	$1,156,120	$743,133
(27)	**Services, contracts & supplies**	$7,389,582	$3,129,698	$2,265,994	$974,210	$552,370	$467,310
(28)	**Cost recoveries & charges to programs**	$0	$0	$0	$0	$0	$0
(29)	**Net school generated funds**	$1,925,129	$1,925,129				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$1,009,961	$0	$1,009,961	$0	$0	$0
(31)	Unsupported	$323,493	$204,632	$61,873	$0	$30,528	$26,460
(32)	Total Amortization	$1,333,454	$204,632	$1,071,834	$0	$30,528	$26,460
	Interest on capital debt						
(33)	Supported	$512,246	$0	$512,246	$0	$0	$0
(34)	Unsupported	$60,846	$52,849	$7,997	$0	$0	$0
(35)	Other interest charges	$4,109	$0	$0	$0	$4,109	$0
(36)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37)	**TOTAL EXPENSES**	$50,154,992	$39,617,687	$6,557,883	$999,392	$1,743,127	$1,236,903
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$1,816	($811,611)	$166,794	$455,586	$0	$191,047

School Jurisdiction Code: 3050

SCHEDULE B to the AFS
ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$1,218,662
Base Instruction (Gr 1-12)	$28,635,998
Outreach Programs	$208,080
Home Education	$2,482
Differential Cost Funding *	$6,762,456
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$34,449
Federal French Funding	$64,185
Provincial Priority Targeted Funding	
Class Size Initiative	$971,759
Student Health Initiative (SHI)	$350,000
Alberta Initiative for School Improvement (AISI)	$820,258
High Speed Networking	$85,896
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe) PO & M	$1,668,881
Total Alberta Education Revenues	$40,823,106

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 3050

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$3,674,225	$1,834,228	$400,894		$0	$6,599	$5,915,946
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$1,994,490	$214,523	$100,118		$0		$2,309,131
ECS Program Unit (PUF)	$296,773	$664,029	$395,492		$0		$1,356,294
Severe Disabilities (Gr 1-12)	$743,485	$1,293,852	$96,779		$0		$2,134,116
English as a Second Language	$66,769	$0	$632		$0		$67,401
French Language Program & Francisation (all jurisdictions)	$841,866	$47,102	$14,183		$0		$903,151
First Nations, Metis and Inuit Education (ECS - Gr 12)	$69,133	$656	$28,122		$0		$97,911
Home Education	$0	$0	$2,235		$0		$2,235
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$679,222	$73,991	$67,045	$0	$0		$820,258
Student Health Initiative	$0	$0	$350,000		$0		$350,000
High Speed Networking			$85,896		$0		$85,896
Class Size	$971,759	$0	$0	$0	$0		$971,759
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$19,842,889	$1,008,656	$1,659,051	$0	$0	$0	$24,603,589
TOTAL EXPENSES	$29,180,611	$5,137,037	$3,200,447	$0	$0	$6,599	$39,617,687

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 1	32.5	12.9
ECS Program Unit (PUF)	4.0	25.7
Severe Disabilities (Gr 1-12)	27.8	55.7

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

1010

School Jurisdiction Code: 3050

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	$50,154,992

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	4.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$2,006,200
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$0	$0
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		$2,006,200

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,743,127
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,743,127
MAXIMUM EXPENSE LIMIT	$2,006,200
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$263,073

School Jurisdiction Code: 3050

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$977,582
Source of Net School Generated Funds:	Gross SGF	Related Expenses	Net SGF	
Fundraising activities	$313,462	$187,112	$126,350	
Student fees (Non-Instructional) (Note 2)	$1,631,065		$1,631,065	
Donations and grants to schools	$37,222		$37,222	
Other (describe)	$20,128	$0	$20,128	
Net Additions to SGF	$2,001,877	$187,112		$1,814,765
Net SGF Available for Discretionary Spending				$2,792,347
Application of Net School Generated Funds:				
Extra-curricular activities			$1,751,165	
School beautification			$0	
Field Trips			$0	
Equipment			$134,331	
Family literacy and other community resources			$17,071	
Other (describe)			$22,562	
Net SGF Expended for Discretionary Purposes (Note 3)				$1,925,129
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$867,218

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position

School Jurisdiction Code: 3050

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$1,593,586	$455,294	$0	$0	$82,644	$2,131,524		$2,131,524
Uncertificated benefits	$458,220	$101,025	$0	$0	$9,043	$568,288		$568,288
Sub-total Remuneration	$2,051,806	$556,319	$0	$0	$91,687	$2,699,812		$2,699,812
Contracted Services	$0	$199,956	$33,583	$590,760	$0	$824,299		$824,299
Supplies	$116,897	$287,960	$0	$0	$1,656	$406,513		$406,513
Electricity			$568,924			$568,924		$568,924
Natural Gas/Heating Fuel			$263,512			$263,512		$263,512
Sewer and Water			$143,091			$143,091		$143,091
Telecommunications			$8,471			$8,471		$8,471
Insurance					$51,184	$51,184		$51,184
Amortization of capital assets								
Supported							$1,009,961	$1,009,961
Unsupported						$61,873		$61,873
Total Amortization						$61,873	$1,009,961	$1,071,834
Interest on capital debt								
Supported							$512,246	$512,246
Unsupported				$0		$7,997		$7,997
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$2,168,703	$1,044,235	$1,017,581	$590,760	$144,527	$5,035,676	$1,522,207	$6,557,883
SQUARE METRES								
School Buildings								92,834.0
Non School Buildings								2,948.0
UNCERTIFICATED FTE'S (Board/Contract)	45.3	7.1						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 3050

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Gita Hashizumi	1.0	$17,619	$699	$0			$18,318	$10,055
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Greg Bender	1.0	$15,470	$1,665	$0			$17,135	$7,695
Name	Deborah Forbes	1.0	$15,045	$1,644	$0			$16,689	$6,886
Name	Terry Riley	0.9	$14,900	$2,128	$0			$17,028	$11,720
Name	Roy Wilson	1.0	$17,103	$3	$0			$17,106	$10,030
Name	Karen Charlton	0.1	$2,122	$76	$0			$2,198	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*5.0*	*$82,259*	*$6,215*	*$0*			*$88,474*	*$46,386*
Superintendent		1.0	$132,229	$9,745	$0	$0	$0	$141,974	$15,263
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		1.0	$122,162	$19,680	$0	$0	$0	$141,842	$12,674
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		369.3	$25,941,363	$3,501,100	$0	$0	$0	$29,442,463	
Uncertificated Salaries & Wages		229.6	$7,226,012	$1,888,861	$0	$0	$0	$9,114,873	
TOTALS			**$33,504,025**	**$5,425,601**	**$0**	**$0**	**$0**	**$38,929,626**	

Note: Please refer to completion information on page 15

School Jurisdiction Code: 0027

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

MOBERLY HALL SCHOOL SOCIETY
Legal Name of School Jurisdiction

194B GRENFELL CRESCENT, FORT MCMURRAY, AB T9H 2M6
Mailing Address

PHONE: (780)743-8409 FAX: (780)743-9407
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules MOBERLY HALL SCHOOL SOCIETY (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Rick Fiedosiewich	"ORIGINAL SIGNED"
Name	**Signature**

SUPERINTENDENT

Lynn Corcoran	"ORIGINAL SIGNED"
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Terri Pinksen	"ORIGINAL SIGNED"
Name	**Signature**

15-Nov-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

Briscoe & Briscoe
Professional Corporation

Norman R. Briscoe, C.G.A., FICB
Diane J. Briscoe, C.G.A. (Retired)

CERTIFIED GENERAL ACCOUNTANTS

PO Box 1778
St Paul, Alberta, T0A 3A0
Telephone: (780) 645-7770
Fax: (780) 645-7755
E-mail:dnbriscoe@mcsnet.ca

AUDITORS' REPORT

To the Board of Directors:
Moberly Hall School Society

We have audited the statement of financial position of Moberly Hall School Society as at August 31, 2005 and the statements of revenue and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance Canadian with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of Moberly Hall School Society as at August 31, 2005 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

ORIGINAL SIGNED

Briscoe & Briscoe

Certified General Accountants

St Paul, Alberta
November 10, 2005

School Jurisdiction Code: 0027

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$279,690	$168,367
Accounts receivable (net after allowances)		$71,709	$222,153
Prepaid expenses		$1,667	$0
Other current assets		$6,924	$6,924
Total current assets		$359,990	$397,444
School generated assets		$0	$0
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$0		
Less: accumulated amortization	$0	$0	$0
Equipment	$11,874		
Less: accumulated amortization	($11,874)	$0	$848
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$0	$848
TOTAL ASSETS		$359,990	$398,292
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$22,636	$125,178
Deferred revenue		$40,254	$25,217
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$62,890	$150,395
School generated liabilities		$0	$0
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		$0	$0
TOTAL LIABILITIES		$62,890	$150,395
NET ASSETS			
Unrestricted net assets		$297,100	$247,049
Operating Reserves		$0	$0
Accumulated Operating Surplus (Deficit)		$297,100	$247,049
Investment in capital assets		$0	$848
Capital Reserves		$0	$0
Total Capital Funds		$0	$848
Total net assets		$297,100	$247,897
TOTAL LIABILITIES AND NET ASSETS		$359,990	$398,292

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 0027

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$854,357	$876,690	$839,195
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$4,250	$4,950	$4,425
Transportation fees	$14,912	$20,000	$15,560
Other sales and services	$682	$0	$1,471
Investment income	$1,433	$2,200	$2,435
Gifts and donations	$0	$0	$600
Rentals of facilities	$5,902	$4,600	$5,375
Net school generated funds	$0	$0	$0
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$881,536	$908,440	$869,061
EXPENSES			
Certificated salaries	$363,964	$410,000	$380,649
Certificated benefits	$31,825	$50,000	$25,500
Uncertificated salaries and wages	$57,807	$50,000	$52,410
Uncertificated benefits	$4,260	$10,000	$3,781
Services, contracts and supplies	$373,629	$387,585	$374,229
Net school generated funds	$0	$0	$0
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$848	$400	$609
Total Amortization of capital assets	$848	$400	$609
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$550
Total Expenses	$832,333	$907,985	$837,728
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$49,203	$455	$31,333
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$49,203	$455	$31,333

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 0027

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$49,203	$31,333
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$848	$609
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$550
Changes in accrued accounts:		
Accounts receivable	$150,444	($197,758)
Prepaids and other current assets	($1,667)	($6,924)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($102,542)	$85,828
Deferred revenue	$15,037	($2,443)
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$111,323	($88,805)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	$0	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	$0	$0
C. FINANCING ACTIVITIES		
Capital allocations	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$0	$0
Net sources (uses) of cash during year	$111,323	($88,805)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$168,367	$257,172
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$279,690	$168,367

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements

2 Cash and temporary investments are net of cash obligations

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

School Jurisdiction 0027

1020

	(1) TOTAL NET ASSETS Cols. 2+3+4	(2) INVESTMENT IN CAPITAL ASSETS	(3) UNRESTRICTED NET ASSETS	(4) TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	(5) INTERNALLY RESTRICTED NET ASSETS	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$247,897	$848	$247,049	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug 31, 2004	$247,897	$848	$247,049	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Surplus(def) of revenue over expense	$49,203		$49,203											
Boarc funded capital transactions		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($848)	$848											
Amortization of capital allocations		$0	$0											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$297,100	$0	$297,100	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 0027

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005
(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$0	$0
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$0	$0
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$0
Expended capital allocations - current year	$0	$0
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$0
Balance at August 31, 2005	$0	$0

MOBERLY HALL SCHOOL SOCIETY

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2005

1. AUTHORITY AND PURPOSE

Moberly Hall School Society delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The School Society receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The school is limited on certain funding allocations and administration expenses.

Moberly Hall School Society is incorporated under the Alberta Society's Act as a non-profit organization.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP). The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

b) Capital Assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight line basis, at the following rates:

Furniture & Equipment	10%

Only capital assets with costs in excess of $5,000 are capitalized. Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

c) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. Funds which would normally be raised by the school and used for school activities are raised and expended by the Moberly Hall Parents Association. Staff and management of Moberly Hall School Society are not in positions of leadership or control over activities of the Parents Association. The activities of the Parents Association are not reported by Moberly Hall School.

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

2. SIGNIFICANT ACCOUNTING POLICIES, continued

e) Pensions
The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Moberly Hall School Society does not make pension contributions for certified staff.

f) Deposits
Included in current assets is a lease deposit for lease of portable classrooms, to be applied to final lease payment.

g) Contributed Services
Volunteers contribute a considerable number of hours per year to various school projects and activities. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

h) Measurement uncertainty
The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates include providing for amortization of capital assets. Actual results could differ from these estimates.

i) Financial Instruments
The school society's financial instruments consist of cash, temporary investments, accounts receivable & accounts payable. It is management's opinion that the school society is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values.

3. ACCOUNTS RECEIVABLE

	2005	2004
Alberta Infrastructure	$ 60,630	$ 205,567
G.S.T. Rebate Receivable	9,384	9,673
Housing Loans to Employees	323	6,346
Other	1,372	567
	$ 71,709	$ 222,153

4. CAPITAL ASSETS

	Cost	Accumulated Amortization	Book Value 2005	Book Value 2004
Furniture & Equipment	11,874	(11,874)	-	848
	$ 11,874	$ (11,874)	$ -	$ 848

5. ACCOUNTS PAYABLE

	2005	2004
Trade Payables	$ 5,799	$ 108,542
Wages & Costs payable (over-paid)	-	(4,623)
ATRF payable	16,837	21,259
	$ 22,636	$ 125,178

6. DEFERRED REVENUE

	2005	2004
One Time Grant for Kindergarten	$ -	$ 12,305
Energy Rebate	-	1,692
Alberta Education one time text book funding	2,000	-
Alberta Infrastructure-Facility Expansion	-	11,220
Alberta Education-O & M Funding	38,254	-
	$ 40,254	$ 25,217

The Energy Rebate received in 2001 was transferred to revenue in an amount equal to the utility costs for the year, until it was all spent in 2005.

7. OTHER REVENUE FROM ALBERTA EDUCATION

1998-1999 One Time Grant for Kindergarten	$ 12,305
Alberta Education O & M Funding	15,181
	$ 27,486

8. COMMITMENTS

Moberly Hall School Society is committed under an operating lease for its premises, a lease for portable classrooms and a photocopier lease, to the following minimum payments:

2006	$ 146,757
2007	146,757
2008	140,212
2009	139,617
2010	139,617
	$ 712,960

A $6,924 deposit is held by Northgate Industries Ltd. for rent of portable classrooms. The lease has a minimum guaranteed term of 60 months from rental start date of August 1, 2004.

9. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The Moberly Hall School Society's primary source of income is from the Alberta Government. The Society's ability to continue viable operations is dependent on this funding.

10. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the board of trustees. It is presented for information purposes only and has not been audited.

11 COMPARATIVE FIGURES

2004 comparative figures have been represented, where applicable, to conform to current presentation.

SCHEDULE A to the AFS

School Jurisdiction Cod 0027

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) **Alberta Education Revenues**	$627,373	$504,255	$15,181	$51,837	$56,100	$0
Alberta Infrastructure and Transportation						
(2) Infrastructure Maintenance Program & Portable Relocations support	$11,220	$0	$11,220			
(3) Regular Operations & Maintenance support	$74,808		$74,808			
(4) Other support	$139,264	$0	$139,264			
(5) **Total Alberta Infrastructure and Transportation Revenues**	$225,292	$0	$225,292			
(6) **Alberta Finance**	$1,692		$1,692			$0
(7) **Other - Government of Alberta**	$0	$0	$0	$0	$0	$0
(8) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0	$0
(9) **Other Alberta school authorities**	$0	$0	$0	$0	$0	$0
(10) **Out of province authorities**	$0	$0	$0	$0	$0	$0
(11) **Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12) **Instruction resource fees**	$4,250	$4,250				
(13) **Transportation fees**	$14,912			$14,912		
(14) **Other sales and services**	$682	$682	$0	$0	$0	$0
(15) **Investment income**	$1,433	$1,433	$0	$0	$0	$0
(16) **Gifts and donations**	$0	$0	$0	$0		$0
(17) **Rentals of facilities**	$5,902	$5,902	$0	$0	$0	$0
(18) **Net school generated funds**	$0	$0			$0	
(19) **Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(20) **Amortization of capital allocations**	$0	$0	$0	$0		$0
(21) **TOTAL REVENUES**	$881,536	$516,522	$242,165	$66,749	$56,100	$0
EXPENSES						
(22) **Certificated salaries**	$363,964	$363,964			$0	$0
(23) **Certificated benefits**	$31,825	$31,825			$0	$0
(24) **Uncertificated salaries and wages**	$57,807	$57,807	$0	$0	$0	$0
(25) **Uncertificated benefits**	$4,260	$4,260	$0	$0	$0	$0
(26) **SUB - TOTAL**	$457,856	$457,856	$0	$0	$0	$0
(27) **Services, contracts & supplies**	$373,629	$25,107	$242,165	$68,601	$37,756	$0
(28) **Cost recoveries & charges to programs**	$0	$0	$0	$0	$0	$0
(29) **Net school generated funds**	$0	$0				
Capital and debt services						
Amortization of capital assets						
(30) Supported	$0	$0	$0	$0	$0	$0
(31) Unsupported	$848	$848	$0	$0	$0	$0
(32) Total Amortization	$848	$848	$0	$0	$0	$0
Interest on capital debt						
(33) Supported	$0	$0	$0	$0	$0	$0
(34) Unsupported	$0	$0	$0	$0	$0	$0
(35) Other interest charges	$0	$0	$0	$0	$0	$0
(36) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37) **TOTAL EXPENSES**	$832,333	$483,811	$242,165	$68,601	$37,756	$0
(38) **SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$49,203	$32,711	$0	($1,852)	$18,344	$0

School Jurisdiction Code: 0027

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$14,892
Base Instruction (Gr 1-12)	$421,683
Outreach Programs	$0
Home Education	$0
Differential Cost Funding *	$141,423
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$205
Federal French Funding	$224
Provincial Priority Targeted Funding	
Class Size Initiative	$11,189
Student Health Initiative (SHI)	$0
Alberta Initiative for School Improvement (AISI)	$10,271
High Speed Networking	$0
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe) 1998-1999 One-Time Kindergarten Grant & O&M Block Funding	$27,486
Total Alberta Education Revenues	$627,373

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

School Jurisdiction Code: 0027

SCHEDULE C the AFS

ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$387,741	$50,822	$22,977		$0	$848	$462,388
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$0	$0	$0		$0		$0
ECS Program Unit (PUF)	$0	$0	$0		$0		$0
Severe Disabilities (Gr 1-12)	$0	$0	$0		$0		$0
English as a Second Language	$0	$0	$0		$0		$0
French Language Program & Francisation (all jurisdictions)	$0	$0	$224		$0		$224
First Nations, Metis and Inuit Education (ECS - Gr 12)	$0	$0	$0		$0		$0
Home Education	$0	$0	$0		$0		$0
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$8,048	$0	$1,906	$0	$0		$9,954
Student Health Initiative	$0	$0	$0		$0		$0
High Speed Networking			$0		$0		$0
Class Size	$0	$11,245	$0	$0	$0		$11,245
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$395,789	$62,067	$25,107	$0	$0	$848	$483,811

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	0.0	0.0
ECS Program Unit (PUF)	0.0	0.0
Severe Disabilities (Gr 1-12)	0.0	0.0

Note 1 Excludes Learning Resources

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 0027

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES	**$832,333**

STEP 1
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**6.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2
Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$49,940
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$56,100	$56,100
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		**$56,100**

STEP 3
Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$37,756
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$37,756
MAXIMUM EXPENSE LIMIT	$56,100
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$18,344

School Jurisdiction Code: 0027

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$0
Source of Net School Generated Funds:	**Gross SGF**	**Related Expenses**	**Net SGF**	
Fundraising activities	$0	$0	$0	
Student fees (Non-Instructional) (Note 2)	$0		$0	
Donations and grants to schools	$0		$0	
Other (describe)	$0	$0	$0	
Net Additions to SGF	$0	$0		$0
Net SGF Available for Discretionary Spending				$0
Application of Net School Generated Funds:				
Extra-curricular activities			$0	
School beautification			$0	
Field Trips			$0	
Equipment			$0	
Family literacy and other community resources			$0	
Other (describe)			$0	
Net SGF Expended for Discretionary Purposes (Note 3)				$0
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				$0

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 0027

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$0	$0	$0	$0	$0		$0
Uncertificated benefits	$0	$0	$0	$0	$0	$0		$0
Sub-total Remuneration	$0	$0	$0	$0	$0	$0		$0
Contracted Services	$53,355	$0	$0	$11,594	$149,604	$214,553		$214,553
Supplies	$5,027	$3,426	$0	$0	$0	$8,453		$8,453
Electricity			$4,374			$4,374		$4,374
Natural Gas/Heating Fuel			$0			$0		$0
Sewer and Water			$0			$0		$0
Telecommunications			$5,027			$5,027		$5,027
Insurance					$9,758	$9,758		$9,758
Amortization of capital assets								
Supported							$0	$0
Unsupported						$0		$0
Total Amortization						$0	$0	$0
Interest on capital debt								
Supported							$0	$0
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$58,382	$3,426	$9,401	$11,594	$159,362	$242,165	$0	$242,165
SQUARE METRES								
School Buildings								2,360.0
Non School Buildings								0.0
UNCERTIFICATED FTE'S (Board/Contract)	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 0027

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Rick Fiedosiewich	0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Stacy Brennan	0.0	$0	$0	$0			$0	$0
Name	Madeleine Nixon	0.0	$0	$0	$0			$0	$0
Name	Rena Doyle	0.0	$0	$0	$0			$0	$0
Name	Ida Fradette	0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*0.0*	*$0*	*$0*	*$0*			*$0*	*$0*
Superintendent	Lynn Corcoran	0.5	$12,600	$0	$0	$0	$0	$12,600	$1,710
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Terri Pinksen	0.5	$13,608	$0	$0	$0	$0	$13,608	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		8.0	$363,964	$31,825	$0	$0	$0	$395,789	
Uncertificated Salaries & Wages		2.0	$57,807	$4,260	$0	$0	$0	$62,067	
TOTALS			**$447,979**	**$36,085**	**$0**	**$0**	**$0**	**$484,064**	

Note: Please refer to completion information on page 15

The superintendent's position is a part time position

The secretary/treasurer is a contracted position which is remunerated on actual hours worked

School Jurisdiction Code: 0154

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Mother Earth's Children's Charter School Society
Legal Name of School Jurisdiction

Box 1150, Wabamun, Alberta T0E 2K0
Mailing Address

Phone (780)892-7222 Fax (780)892-7223
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Mother Earth's Children's Charter School Society
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Siegfried Schmold	Original signed
Name	**Signature**

SUPERINTENDENT

John Brosseau	Original signed
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Esther Janetzki	Original signed
Name	**Signature**

16-Nov-05
Board-approved Release Date

c.c. **ALBERTA EDUCATION, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

Hawkings Epp Dumont LLP

Chartered Accountants

E.A. Hawkings, CA*
M.H. Epp, CA, CMA*
W.L. Dumont, CA*
P.J. Dirks, CA*
L.M. Custer, CMA
D.M. Goulet-Soetaert, CA, CMA*
T.D. Tinney, CA*
J.S. Hawkings, CA*
C.D. Friesen, CA*
K.A. van Roijen, CGA
K.A. Bergstreiser, CGA
T.G. Dodd, CA
C.M. Kuiak, CA*
B.L. Moore, CMA

Suite 101
5300 – 50th Street
Stony Plain, Alberta T7Z 1T8
Telephone (780) 963-2727
Fax (780) 963-1294
Email: email@hawkings.com

AUDITORS' REPORT

To the Board of Trustees
Mother Earth's Children's Charter School Society

We have audited the statement of financial position of Mother Earth's Children's Charter School Society as at August 31, 2005 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an audit opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2005 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Hawkings Epp Dumont LLP

Stony Plain, Alberta
November 8, 2005

HAWKINGS EPP DUMONT LLP
Chartered Accountants

Founding Partners
F.J. Bruha, CA (Deceased)
A.W. Whelan, CA (Retired)

Stony Plain Office
Phone (780) 963-2727
Fax (780) 963-1294
Email: email@hawkings.com

*Professional Corporation

School Jurisdiction Code: 0154

STATEMENT OF FINANCIAL POSITION

as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		$186,006	$28,526
Accounts receivable (net after allowances)		$61,726	$72,166
Prepaid expenses		$2,978	$11,071
Other current assets		$0	$0
Total current assets		$250,710	$111,763
School generated assets		($0)	$0
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$56,062		
Less: accumulated amortization	($13,520)	$42,543	$35,611
Equipment	$0		
Less: accumulated amortization	$0	$0	$0
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$42,543	$35,611
TOTAL ASSETS		$293,253	$147,374
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$31,127	$75,669
Deferred revenue		$0	$34,650
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$31,127	$110,319
School generated liabilities		($0)	$0
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term payables and accrued liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		($0)	$0
TOTAL LIABILITIES		$31,127	$110,319
NET ASSETS			
Unrestricted net assets		$219,584	$1,444
Operating Reserves		$0	$0
Accumulated Operating Surplus (Deficit)		$219,584	$1,444
Investment in capital assets		$42,543	$35,611
Capital Reserves		$0	$0
Total Capital Funds		$42,543	$35,611
Total net assets		$262,126	$37,055
TOTAL LIABILITIES AND NET ASSETS		$293,253	$147,374

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 0154

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	$1,113,929	$970,316	$1,036,249
Federal Government and/or First Nations	$383,199	$376,857	$333,372
Other Alberta school authorities	($24,436)	($35,000)	$37,000
Out of province authorities	$0		
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$8,772	$0	$0
Transportation fees	$0	$0	$0
Other sales and services	$17,521	$0	$11,661
Investment income	$325	$0	$14
Gifts and donations	$42,938	$52,000	$32,945
Rentals of facilities	$0	$0	$0
Net school generated funds	$2,925	$50,000	$0
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$1,545,174	$1,414,173	$1,451,241
EXPENSES			
Certificated salaries	$576,446	$530,047	$471,823
Certificated benefits	$49,292	$85,788	$46,096
Uncertificated salaries and wages	$171,070	$221,350	$221,576
Uncertificated benefits	$16,829	$0	$11,672
Services, contracts and supplies	$493,978	$628,905	$659,062
Net school generated funds	$2,925	$0	$0
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$9,563	$0	$3,957
Total Amortization of capital assets	$9,563	$0	$3,957
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$1,320,103	$1,466,090	$1,414,186
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	$225,071	($51,917)	$37,055
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$225,071	($51,917)	$37,055

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

School Jurisdiction Code: 0154

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2005

(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$225,071	$37,055
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$9,563	$3,957
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$10,440	($72,166)
Prepaids and other current assets	$8,093	($11,071)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($44,542)	$75,669
Deferred revenue	($34,650)	$34,650
Employee future benefit expense (recovery)	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$173,975	$68,094
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	$0	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe) Leasehold improvements	($16,495)	($39,568)
Total sources (uses) of cash from Investing activities	($16,495)	($39,568)
C. FINANCING ACTIVITIES		
Capital allocations	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Financing activities	$0	$0
Net sources (uses) of cash during year	$157,480	$28,526
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	$28,526	$0
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	$186,006	$28,526

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements

2 Cash and temporary investments are net of cash obligations.

School Jurisdiction 0154

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O& M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	$37,055	$35,611	$1,444	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance,Aug.31, 2004	$37,055	$35,611	$1,444	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Surplus(def) of revenue over expense	$225,071		$225,071											
Board funded capital transactions		$16,495	($16,495)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Direct credits to net assets	$0	$0												
Amortization of capital assets		($9,563)	$9,563											
Amortization of capital allocations		$0	$0											
Disposal of unsupported capital asset	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets (board funded portion)	$0	$0	$0	$0		$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2005	$262,126	$42,543	$219,584	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 0154

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	$0	$0
Prior period adjustment	$0	$0
Adjusted balance, August 31, 2004	$0	$0
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (amortizable, at Fair Market Value)		$0
Transferred in capital assets (amortizable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$0
Expended capital allocations - current year	$0	$0
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$0
Balance at August 31, 2005	$0	$0

MOTHER EARTH'S CHILDREN'S CHARTER SCHOOL SOCIETY

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2005

1. AUTHORITY AND PURPOSE

The Society delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002.

The Society receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the Society, within specified limits, to reallocate funding between the instruction and support blocks.

2. ACCOUNTING POLICIES

These financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependant on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies.

(a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

(b) Property and Equipment

Property and equipment is recorded at cost and is amortized over their estimated useful lives on a straightline basis, at the following annual rates:

Leasehold improvements	5 years

Only property and equipment with costs in excess of $5,000 are capitalized.

2. ACCOUNTING POLICIES (CONT'D)

(c) School Generated Funds

School generated funds are funds in the community which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

(d) Vacation Pay

Vacation pay is accrued in the period in which the benefit is earned by the employee.

(e) Pensions

The current service and past service costs of the Alberta Teachers Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Society does not make pension contributions for certificated staff.

(f) Prepaid Expenses

Certain expenses incurred and paid for before the close of the fiscal year are for specific school supplies, which will be consumed subsequent to the year-end and are accordingly recorded as prepaid expenses. Certain insurance and prepaid rent fall into this category.

(g) Contributed Services

Volunteers assist the Society in carrying out certain activities. Because of the difficulty in determining their fair value and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

(h) Financial Instruments

The Society's financial instruments consist of cash, accounts receivable and accounts payable and accrued liabilities. It is management's opinion that the Society is not exposed to significant interest, currency or credit risk arising from these financial instruments. Unless otherwise noted, the fair value of these financial instruments approximate their carrying values.

3. ACCOUNTS RECEIVABLE

	2005	2004
Alberta Infrastructure	$ 41,952	$ 9,836
Federal Government	7,722	10,663
Alexis Board of Education	6,896	37,000
Other	5,156	14,667
	$ 61,726	$ 72,166

MOTHER EARTH'S CHILDREN'S CHARTER SCHOOL SOCIETY

NOTES TO FINANCIAL STATEMENTS (CONT'D)

AUGUST 31, 2005

4. PROPERTY AND EQUIPMENT

Details are as follows:

	Cost	Accumulated Amortization	Net Book Value 2005	2004
Leasehold improvements	$ 56,063	$ 13,520	$ 42,543	$ 35,611

5. ACCOUNTS PAYABLE

	2005	2004
Trade payables and accrued liabilities	$ 24,495	$ 55,811
Federal Government	4,042	11,059
Province of Alberta	2,586	-
Other Alberta School Jurisdictions	-	8,799
	$ 31,123	$ 75,669

6. DEFERRED REVENUE

	2005	2004
Federal Government	$ -	$ 33,337
Other	-	1,313
	$ -	$ 34,650

7. COMMITMENTS

(a) School Lease

The Society is committed to a lease agreement with 682533 Alberta Ltd. which expires August 31, 2008. Annual lease payments are as follows:

2006	$ 40,800
2007	$ 48,000
2008	$ 48,000

(b) Leasehold Improvements

The Society is committed to an agreement with 682533 Alberta Ltd. to pay for leasehold improvements. The final payment for 2006 is $4,337.

(c) Portable Lease

The Society is committed to a lease agreement with CIT Financial which expires August 31, 2008. Annual lease payments of $39,290 are required during the term of the lease.

(d) Portable Lease

The Society is committed to a monthly lease agreement with ATCO Structures Inc. with a 30 day notice requirement. Monthly lease payments of $485 are required.

(e) Equipment Leases

The Society is committed to lease agreements with De Lage Landen Financial Services and Voxcom Security Systems for photocopier equipment and security systems which expire August 31, 2009 and September 30, 2006 respectively. Annual lease payments of $8,381 and $720 respectively are required during the terms of the leases.

8. ECONOMIC DEPENDENCE

The Society's primary sources of revenue are received from the Province of Alberta and the Government of Canada. The Society's ability to continue viable operations is dependent on this funding.

SCHEDULE A to the AFS

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

School Jurisdiction Cod 0154

	REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1)	**Alberta Education Revenues**	$933,818	$740,304	$21,902	$65,513	$106,100	$0
	Alberta Infrastructure and Transportation						
(2)	Infrastructure Maintenance Program & Portable Relocations support	$0	$0	$0			
(3)	Regular Operations & Maintenance support	$197,179		$197,179			
(4)	Other support	($25,055)	$0	($25,055)			
(5)	**Total Alberta Infrastructure and Transportation Revenues**	$172,124	$0	$172,124			
(6)	**Alberta Finance**	$0		$0			$0
(7)	**Other - Government of Alberta**	$7,987	$0	$0	$0	$0	$7,987
(8)	**Federal Government and/or First Nations**	$383,199	$330,257	$52,942	$0	$0	$0
(9)	**Other Alberta school authorities**	($24,436)	($24,436)	$0	$0	$0	$0
(10)	**Out of province authorities**	$0	$0	$0	$0	$0	$0
(11)	**Alberta municipalities** (excl. supplementary requisitions)	$0	$0	$0	$0	$0	$0
(12)	**Instruction resource fees**	$8,772	$8,772				
(13)	**Transportation fees**	$0			$0		
(14)	**Other sales and services**	$17,521	$0	$0	$0	$21	$17,501
(15)	**Investment income**	$325	$237	$48	$13	$22	$5
(16)	**Gifts and donations**	$42,938	$4,500	$0	$0		$38,438
(17)	**Rentals of facilities**	$0	$0	$0	$0	$0	$0
(18)	**Net school generated funds**	$2,925	$2,925			$0	
(19)	**Gains on disposal of capital assets**	$0	$0	$0	$0	$0	$0
(20)	**Amortization of capital allocations**	$0	$0	$0	$0		$0
(21)	**TOTAL REVENUES**	$1,545,174	$1,062,559	$247,016	$65,525	$106,143	$63,931
	EXPENSES						
(22)	**Certificated salaries**	$576,446	$576,446			$0	$0
(23)	**Certificated benefits**	$49,292	$49,292			$0	$0
(24)	**Uncertificated salaries and wages**	$171,070	$139,022	$32,048	$0	$0	$0
(25)	**Uncertificated benefits**	$16,829	$13,571	$2,810	$0	$448	$0
(26)	**SUB - TOTAL**	$813,637	$778,331	$34,857	$0	$448	$0
(27)	**Services, contracts & supplies**	$493,978	$98,393	$151,780	$155,114	$58,928	$29,762
(28)	**Cost recoveries & charges to programs**	$0	$0	$0	$0	$0	$0
(29)	**Net school generated funds**	$2,925	$2,925				
	Capital and debt services						
	Amortization of capital assets						
(30)	Supported	$0	$0	$0	$0	$0	$0
(31)	Unsupported	$9,563	$0	$9,563	$0	$0	$0
(32)	Total Amortization	$9,563	$0	$9,563	$0	$0	$0
	Interest on capital debt						
(33)	Supported	$0	$0	$0	$0	$0	$0
(34)	Unsupported	$0	$0	$0	$0	$0	$0
(35)	Other interest charges	$0	$0	$0	$0	$0	$0
(36)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0
(37)	**TOTAL EXPENSES**	$1,320,103	$879,650	$196,200	$155,114	$59,377	$29,762
(38)	**SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM**	$225,071	$182,909	$50,816	($89,589)	$46,767	$34,169

School Jurisdiction Code: 0154

SCHEDULE B to the AFS

ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	$22,338
Base Instruction (Gr 1-12)	$402,003
Outreach Programs	$0
Home Education	$0
Differential Cost Funding *	$259,510
Other Provincial Support	
Institutional Programs	$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	$0
Learning Resources Credit	$1,312
Federal French Funding	$0
Provincial Priority Targeted Funding	
Class Size Initiative	$9,447
Student Health Initiative (SHI)	$0
Alberta Initiative for School Improvement (AISI)	$16,298
High Speed Networking	$0
Children and Youth with Complex Needs	$0
Other Alberta Education Revenues (describe) Contingency, Board governance, transportation, classroom resources	$222,910
Total Alberta Education Revenues	$933,818

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services

School Jurisdiction Code: 0154

SCHEDULE C the AFS
ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies [1]	Learning Resources	Cost Recoveries & Transfers	Other Expenses [2]	TOTAL EXPENSES
School Administration & All Instruction Support	$81,396	$27,665	$7,969		$0	$571	$117,601
Mild & Moderate Disabilities/Gifted & Talented (ECS-12)	$0	$0	$0		$0		$0
ECS Program Unit (PUF)	$0	$0	$0		$0		$0
Severe Disabilities (Gr 1-12)	$30,010	$68,363	$0		$11,532		$109,904
English as a Second Language	$0	$1,182	$0		$0		$1,182
French Language Program & Francisation (all jurisdictions)	$0	$0	$0		$0		$0
First Nations, Metis and Inuit Education (ECS - Gr 12)	$83,945	$21,867	$10,500		$0		$116,312
Home Education	$0	$0	$0		$0		$0
Institutional Programs	$0	$0	$0		$0		$0
Alberta Initiative for School Improvement	$12,560	$1,338		$2,716	$0		$16,615
Student Health Initiative	$0	$0	$0		$0		$0
High Speed Networking			$0		$0		$0
Class Size	$0	$0	$0	$0	$16,348		$16,348
Children and Youth with Complex Needs (ECS - Gr 12)	$0	$0	$0		$0		$0
All Other Student Instruction Expenses (ECS - Gr 12)	$417,827	$32,179	$51,176	$25,461	($27,880)	$2,925	$501,689
TOTAL EXPENSES	$625,738	$152,593	$69,646	$28,177	$0	$3,496	$879,650

FULL-TIME-EQUIVALENCIES (Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12	0.0	0.0
ECS Program Unit (PUF)	0.0	0.0
Severe Disabilities (Gr 1-12)	0.4	3.6

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

School Jurisdiction Code: 0154

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005

TOTAL EXPENSES		$1,320,103

STEP 1

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	6.00%
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 2

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		$79,206
Considerations for Charter Schools and Small School Boards:		
If **Charter School**, enter $56,100	$56,100	$79,206
If **School Board**, please enter your 04-05 Gr 1- 12 funded enrolment	0	
	$0	$0
MAXIMUM EXPENSE LIMIT		$79,206

STEP 3

Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$59,377
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$59,377
MAXIMUM EXPENSE LIMIT	$79,206
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$19,830

School Jurisdiction Code: 0154

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005

	Gross SGF	Related Expenses	Net SGF	
Unexpended SGF - Opening Balance August 31, 2004 (Note 1)				$0
Source of Net School Generated Funds:				
Fundraising activities	$6,950	$5,368	$1,582	
Student fees (Non-Instructional) (Note 2)	$0		$0	
Donations and grants to schools	$500		$500	
Other (describe) Transfer of donations	$842	$0	$842	
Net Additions to SGF	$8,292	$5,368		$2,925
Net SGF Available for Discretionary Spending				$2,925
Application of Net School Generated Funds:				
Extra-curricular activities			$0	
School beautification			$0	
Field Trips			$0	
Equipment			$0	
Family literacy and other community resources			$0	
Other (describe) Track suits for school teams			$2,925	
Net SGF Expended for Discretionary Purposes (Note 3)				$2,925
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)				($0)

School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the *School Act*, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)

Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.

Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.

Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.

School Jurisdiction Code: 0154

SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$30,321	$1,727	$0	$0	$0	$32,048		$32,048
Uncertificated benefits	$2,762	$48	$0	$0	$0	$2,810		$2,810
Sub-total Remuneration	$33,083	$1,775	$0	$0	$0	$34,857		$34,857
Contracted Services	$0	$4,016	$0	$106,414	$34	$110,464		$110,464
Supplies	$5,455	$1,726	$2,008	$0	$0	$9,189		$9,189
Electricity			$11,082			$11,082		$11,082
Natural Gas/Heating Fuel			$9,506			$9,506		$9,506
Sewer and Water			$4,097			$4,097		$4,097
Telecommunications			$6,074			$6,074		$6,074
Insurance					$1,368	$1,368		$1,368
Amortization of capital assets								
Supported							$0	$0
Unsupported						$9,563		$9,563
Total Amortization						$9,563	$0	$9,563
Interest on capital debt								
Supported							$0	$0
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$38,537	$7,518	$32,766	$106,414	$1,402	$196,200	$0	$196,200
SQUARE METRES								
School Buildings								0.0
Non School Buildings								0.0
UNCERTIFICATED FTE'S (Board/Contract)	1.0	0.1						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications
Expensed Block Mod/I.M.P. & Portable Relocations:	All expenses associated with non-capital activites related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations
Facility Planning & Operations Administration:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety statndards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 0154

SCHEDULE G to the AFS

DISCLOSURE OF SALARIES AND BENEFITS - 2004-2005

(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Marggo Panseau	0.1	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Lola Baydala	0.1	$0	$0	$0			$0	$0
Name	Edna Arcand	0.1	$0	$0	$0			$0	$0
Name	Patti Laboucane-Benson	0.1	$0	$0	$0			$0	$0
Name	Charlene Crowe	0.1	$0	$0	$0			$0	$0
Name	Lewis Cardinal	0.1	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*0.6*	*$0*	*$0*	*$0*			*$0*	*$0*
Superintendent	John Brosseau	0.2	$5,851	$54	$0	$0	$0	$5,905	$0
Superintendent	Steve Cymbol	0.1	$7,200	$67	$0	$0	$0	$7,267	$948
Secretary/Treasurer	Esther Janetzki-Flatt	0.5	$34,683	$314	$0	$0	$0	$34,997	$1,296
Secretary/Treasurer	Fred de Klein	0.1	$1,967	$13	$0	$0	$0	$1,980	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		10.5	$576,446	$49,292	$0	$0	$0	$625,738	
Uncertificated Salaries & Wages		9.6	$171,070	$16,381	$0	$0	$0	$187,451	
TOTALS			**$797,217**	**$66,121**	**$0**	**$0**	**$0**	**$863,338**	

Note: Please refer to completion information on page 15